



Waukee Community School District Waukee, Iowa

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2015

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
WAUKEE COMMUNITY SCHOOL DISTRICT**

Waukee, Iowa

Fiscal Year Ended June 30, 2015

OFFICIAL ISSUING REPORT

Lora Appenzeller-Miller, Chief Financial Officer

OFFICE ISSUING REPORT

Business Office

Waukee Community School District
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November 9, 2015

We are a District with a dedication to all students and an unwavering commitment to a quality educational program. That commitment, along with a strong sense of community defines the work of the Board of Education for the Waukee Community School District. In a time of ongoing funding restrictions and changing financial models, achieving these goals is a significant challenge.

Our shared vision statement is “Dedicated to optimizing individual learning and potential for success in a global community.” Honoring our vision keeps us focused on moving forward, closing any gap that may exist between our current reality and our vision. The District’s Guiding Principles, Vision and Mission Statement guide the allocation of resources to achieve our goals.

Iowa continues to fall short of fully funding the education formula for K-12 schools. In Waukee, we will continue to allocate available resources to fulfill our mission and our commitment to students.

This report is a comprehensive financial record of the District for the fiscal year ended June 30, 2015. It reflects the conditions that have enabled the Waukee Community School District to maintain a favorable financial picture – even during a period of challenging growth. Among the enabling conditions are:

- We have a highly dedicated and skilled team of teachers, staff, and administrators.
- We have a highly effective Board of Education and a very supportive community.
- We work in an atmosphere where everyone is encouraged to work at their highest level in a collaborative environment.

As you examine this report, you will see a pattern of on-going financial strength that we hope to continue into the future. We welcome your questions and suggestions. We will continue to learn together to build on our success as a learning community for the future.

Respectfully Submitted,

A handwritten signature in dark blue ink, appearing to read 'David J. Wilkerson', written in a cursive style.

David J. Wilkerson, Ph.D.
Superintendent

November 9, 2015

Members of the Board of Education
Waukee Community School District
Patrons of the Waukee Community School District
Waukee, Iowa

The Comprehensive Annual Financial Report (CAFR) for the Waukee Community School District for the fiscal year ended June 30, 2015 is submitted herewith. Responsibility for accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District Office of Administrative Services. We believe the data is accurately presented, in all material respects; that the data is presented to fairly set forth the financial position of the governmental activities, business type activities, each major fund, the aggregate remaining fund information and the respective changes in financial position and cash flows where applicable; and that all necessary disclosures have been included in order to enable the reader to gain the maximum understanding of the District's financial affairs.

The Comprehensive Financial Annual Report is presented in four sections: introductory, financial, statistical, and compliance. The introductory section, which is unaudited, includes this transmittal letter, a list of principal District officials, and an organizational chart. The financial section includes the management's discussion and analysis, audited basic financial statements, required supplementary information and the combining and individual fund financial statements and schedules, as well as the independent auditor's report. The statistical section, which is un-audited, includes selected financial and demographic information, generally presented on a multi-year basis. The compliance section contains the schedule of expenditures of federal awards and audit findings. We encourage readers to refer to all four sections of the report, including the Management's Discussion and Analysis in the financial section, which gives a more detailed summary of the District's financial performance.

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and U. S. Office of Management and Budget Circular A-133, *Audits of State and Local Governments*.

The report includes all funds of the Waukee Community School District. The Waukee Community School District has no component units that meet the Governmental Accounting Standards Board criteria. The District provides a full range of services including instructional, administrative, transportation, food service, maintenance of sites and facilities, custodial, clerical, extra and co-curricular and athletic and activities.

This CAFR has been prepared using the guidelines recommended by the Association of School Business Officials International (ASBO) and Government Finance Officers Association of the United States and Canada (GFOA). Certificates of Excellence are awarded to school systems that have presented their CAFR to the GFOA and ASBO Panels of Review for critical review and evaluation. Receiving these awards are recognition that a school system has met the highest standards of excellence in school financial reporting. The standards used in the "Certificate of Excellence Program" and "Certificate of Achievement Program" are based on generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). We will actively pursue these awards through the efforts of the entire Waukee Team. The Waukee Community School District received the ASBO certificate for its comprehensive annual financial report for the fiscal years ending June 30, 2004, 2005, 2006, 2007, 2008, 2010, 2011, 2012, 2013 and 2014. The Waukee Community School District received the GFOA certificate for its comprehensive annual financial report for the fiscal years ending June 30, 2012, 2013 and 2014.

BASIS OF ACCOUNTING

The District's accounting records were maintained on a modified accrual basis. These accounting policies are enumerated in the notes to the financial statements. All the District's funds are presented in this report and have been audited by the District's independent certified public accountants, Van Maanen, Sietstra & Meyer, P.C.

The chart of accounts used by the District is in conformance with the Uniform Accounting System for Iowa Schools and Area Education Agencies issued November 1975 and updated in 2009, by the Iowa Department of Education. The chart of accounts manual is updated on an annual basis. The District is in full compliance with these requirements.

ECONOMIC CONDITION AND OUTLOOK

The District is located in the central part of the state, within the larger Des Moines metropolitan area and ranks as one of the top growth areas of the country. The economic condition and outlook is stable. The Waukee Community School District has been and is currently the fastest growing school district in the state of Iowa and the growth projections are expected to continue. Certified enrollment for fiscal 2014-15 was 8,773.28 students. This is an increase of 484.69 over 2013-14. Taxable assessed value continues to grow even during the current economic downturn. The economy in the state has struggled the past year and this recessionary period has resulted in reduced revenue for public education. While the unemployment rate in the greater Des Moines has consistently remained lower than national averages, the economy has been stagnating. Retail sales in the greater Des Moines have leveled but remain strong. The City of West Des Moines continues to grow as does the City of Waukee. District taxable assessed valuations have continued steady growth to over \$2.9 billion for January 2015 values.

Based on conservative projections, this trend is expected to continue. While having a positive impact, the growth also presents significant challenges for the District. The District utilizes the optional instructional support levy at a level deemed appropriate and will need to continue a high level of efficient use of human resources and facilities.

Retail sales, building permits and population increases in the western suburbs far exceed that of any other location in the metropolitan area or in the State of Iowa. An article in the September 27, 2007 edition of the Des Moines Register quoted a report from the Bureau of Economic Analysis showing the Des Moines Metropolitan area ranking 24th in the United States in terms of gross domestic product. The report also showed the area as the fastest growing municipal economy in the country increasing 7.2% since 2004. Retail, commercial and residential property values continue to grow. Assessed values of the District are conservatively projected to increase by 5-10% or more in the near term. In the fall of 2004, a new 250-acre retail shopping mall opened within the boundaries of the District and is expected to generate eighty million dollars in revenue annually. Wells Fargo opened its national mortgage headquarters in West Des Moines and currently employs in excess of 1,000. Athena has located its North American headquarters within the boundaries of our school district with employment projections rivaling Wells Fargo. Areas surrounding the Jordan Creek Town Center continue to grow and add new retail and commercial property. The Waukee Community School District is the largest district in Dallas County with over one-half of the county's students. Waukee Community School District participates in the statewide sales tax pool that is allocated to the District on a per pupil basis.

MAJOR INITIATIVES

Current year. The District implemented a 10-year plan for facilities and continues to utilize a 5-year plan for finances. The District's rapid growth, limited resources and the need to clearly outline and prioritize site and facility needs in chronological order necessitate the plans. The District purchased land and issued General Obligation Bonds to finance the new Grant Ragan Elementary and Brookview Elementary HVAC project. Grant Ragan Elementary is expected to be completed in the fall of 2016. Planning for a secondary option is underway and will be modeled after the Center for Advanced Professional Studies (CAPS) located in the Blue Valley School District, Overland Park, Kansas. Students are currently out in satellite business locations. The building of the Waukee Innovation and Learning Center (WILC) facility project is underway and is expected to be completed for fall 2016.

Future Considerations. The 10-year facility plan and accompanying demographic information concluded that student enrollment and tax base would continue to increase at a rapid pace. This study showed the need for additional space at the current high school by the fall of 2019. The District is working with the City of Waukee for the purchase of land for the second high school. The District is also working with the City of Waukee to exchange land to construct a new transportation facility.

DEBT ADMINISTRATION

The ratio of net indebtedness to assessed valuation and the amount of indebtedness per capita are useful indicators of the District's debt position. The 2015 fiscal year data shows a total outstanding indebtedness on June 30 of \$169,090,000 with a ratio of debt to 100% taxable, actual, assessed valuation of 3.51%. During FY 2015, \$20,415,000 of outstanding debt was paid and an additional \$47,965,000 of new debt issued. In the near future, as assessed valuation and District population rise and total indebtedness decrease, these economic indicators will reflect a very favorable financial position.

The above indebtedness of \$169,090,000 is a result of general obligation bonds issued July 2006, May 2009, July 2009, April 2010, July 2011, June 2012, July 2014, August 2014 and March 2015. Capital loan notes were issued in February 2012 and March 2013. Revenue bonds were issued in June 2012, July 2013 and April 2014. The district advance funded bonds to reduce outstanding debt during the fiscal year.

FINANCIAL INFORMATION

Management of the District is responsible for establishing and maintaining an internal control designed to ensure that its capital assets are protected from loss, theft or misuse and to ensure that accounting data are compiled to allow for the preparation of the basic financial statements in accordance with accounting principles generally accepted in the United State of America. The internal control is designed to provide reasonable, but not absolute, assurances that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the valuation of costs and benefits requires estimates and judgments by management.

Single Audit. As a recipient of federal, state and county financial assistance, the District also is responsible for ensuring that an adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control is subject to periodic evaluation by management and external auditors.

As a part of the District's single audit, described earlier, tests are made to determine the adequacy of the internal control over financial reporting and its compliance with applicable laws and regulations, including those related to major federal awards programs. The results of the District's single audit for the fiscal year ended June 30, 2015, provided no instances of material weaknesses in the internal control or violations of applicable laws and regulations.

Budgetary Controls. In addition, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Activities of the General Fund, special revenue funds, Debt Service Fund, enterprise funds and capital projects funds are included in the annual appropriated budget. Project length financial plans are adopted for the capital projects funds and budgeted accordingly on an annual basis. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by program level for all funds combined rather than at the individual fund level. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at the fiscal year's end. However, encumbrances generally are re-appropriated as part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

BASIS OF PRESENTATION

The charts and accounts used by the District have been prepared in conformity with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board and Audits of State and Local Governmental Units issued by the American Institute of Certified Public Accountants. In addition, the District's accounting records conform to the Uniform Accounting System for Iowa Schools, Chapter 11 of the Code of Iowa and Area Educational Agencies issued by the Department of Education, state of Iowa. The chart of accounts manual is updated annually and the District is in full compliance with these requirements.

OTHER INFORMATION

Independent Audit. The accounting firm of Van Maanen, Sietstra & Meyer, and P.C. was selected to perform the annual audit in accordance with Chapter 11 of the Code of Iowa. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the federal Single Audit Act Amendments of 1996 and related OMB Circular A-133. The auditor's report on the basic financial statements, combining and individual fund statements and other schedules is included in the financial section of this report.

ACKNOWLEDGEMENT

The preparation of this report on a timely basis could not have been accomplished without the effort of the accounting staff and our auditors, Van Maanen, Sietstra & Meyer, P.C. We would like to express our appreciation to all staff members who assisted and contributed to this report. Also, appreciation is expressed for the interest and support of the Board of Education in conducting the financial operations of the District in a most responsible and progressive manner.

Respectfully submitted,

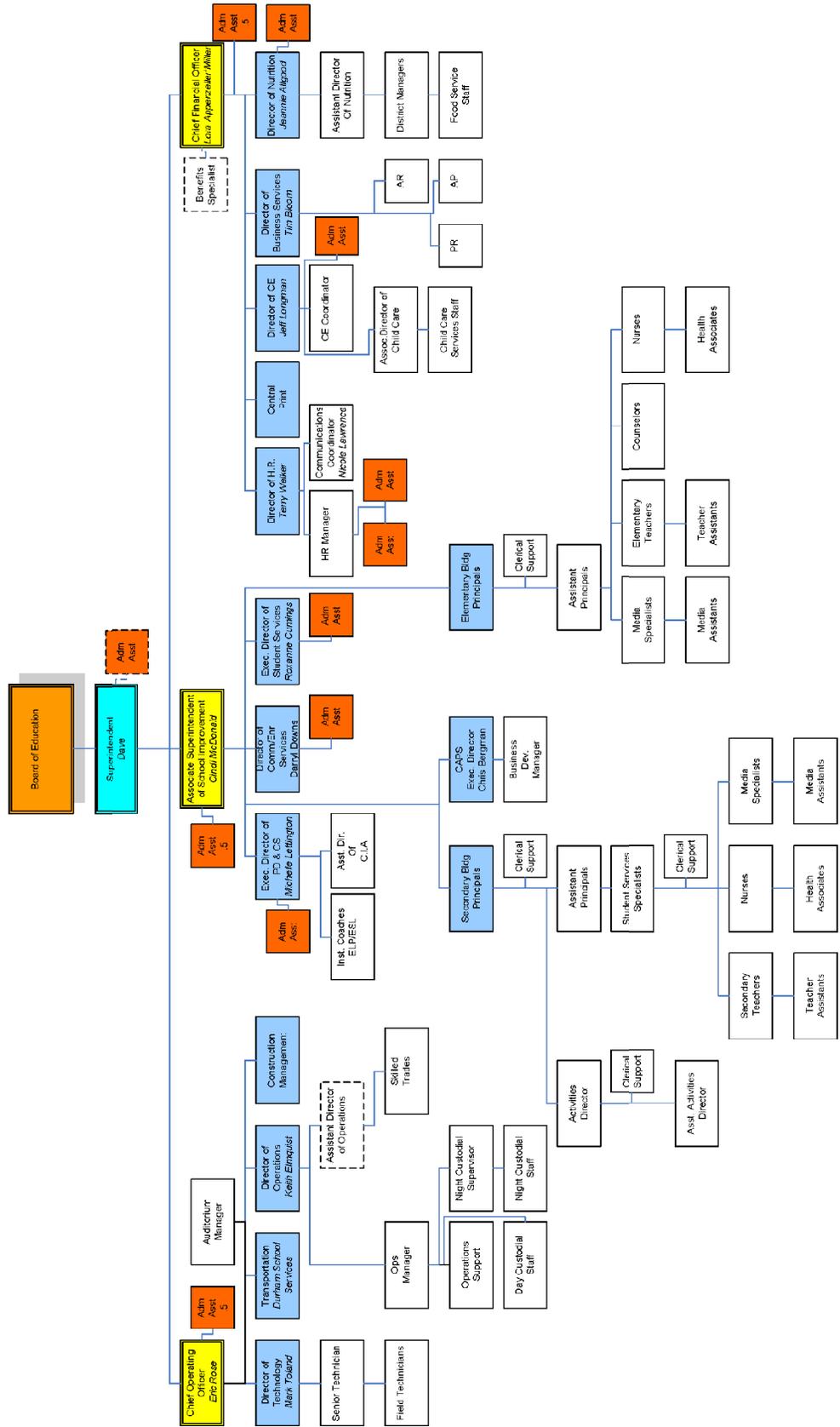


David J. Wilkerson, Ph.D.
Superintendent



Lora Appenzeller Miller
Chief Financial Officer

Waukee Community School District
 Organizational Chart
 Year Ended June 30, 2015



**Waukee Community School District
Board of Education and Board Attorney
Year Ended June 30, 2015**

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
Board of Education		
Mary Scheve	President	2015
Patrick Nehls	Vice President	2017
Larry Lyon	Board Member	2015
Jerry Ripperger	Board Member	2015
Susan Bunz	Board Member	2017
David Cunningham	Board Member	2017
Wendy Liskey	Board Member	2017
Board Attorney		
Ahlers & Cooney, P.C.	School Attorney	Indefinite

**Waukee Community School District
School District Administration
Year Ended June 30, 2015**

<u>Name</u>	<u>Position</u>
Dr. David J. Wilkerson	Superintendent
Cindi McDonald	Assistant Superintendent for School Improvement
Lora Appenzeller-Miller	Chief Financial Officer
Eric Rose	Chief Operations Officer
Roxanne Cumings	Executive Director of Student Services
Michelle Lettington	Executive Director of Curriculum & Professional Learning
Mark Toland	Director of Technology
Keith Elmquist	Director of Operations
Jeannie Allgood	Director of Nutrition Services
Jeff Longman	Director of Community Education
Andrea Wilmes	Director of Childcare Services
Terry Welker	Director of Human Resources
Tim Bloom	Director of Business Services
Kirk Johnson	High School Principal
Brady Fleming	Assistant High School Principal
Judi Roland	Assistant High School Principal
Chris Bergman	Executive Director of CAPS
Juley Murphy-Tiernen	Prairieview Principal
Amy Bidwel	Middle School Principal
Doug Barry	South Middle School Principal
Clay Young	Assistant Principal South Middle School
Adam Shockey	Middle School Principal
Brian Carico	Assistant Middle School Principal
Nicole Tjaden	Waukee Elementary Principal
Peg Erke	Eason Elementary Principal
Terry Hurlburt	Brookview Elementary Principal
Lyndsay Marron	Walnut Hills Elementary Principal
Kim Tierney	Maple Grove Principal
Karen Allison	Shuler Elementary Principal
Scott Shumaker	Woodland Hills Elementary Principal
Katie Ferguson	Assistant Elementary Principal
Clint Prohaska	Assistant Elementary Principal
Stephanie Angelino	Assistant Elementary Principal
Haley Topp	Assistant Elementary Principal
Jim Duea	Director of Athletics & Activities
Todd Schneiter	Assistant Director of Athletics

**Waukee Community School District
Consultants, Advisers, and Official Depositories
Year Ended June 30, 2015**

Consultants and Advisors:

Certified Public Accountants:

Van Maanen, Sietstra & Meyer, PC
705 Main St.
Pella, IA 50219

Bond Attorney:

Ahlers & Cooney, P.C.
100 Court Avenue, Suite 600
Des Moines, Iowa 50309-2231

Financial Consultant:

The PFM Group
801 Grand Ave, Ste 3300
Des Moines, Iowa 50309-3800

General Counsel:

Ahlers & Cooney, P.C.
100 Court Avenue, Suite 600
Des Moines, Iowa 50309-2231

Property/Casualty Insurance Agent:

Insurance Associates
2501 Westown Parkway, Suite 1104
West Des Moines, Iowa 50266-1438

Benefits Insurance Broker:

Mercer Advantage
1776 West Lakes Parkway - SS2
West Des Moines, Iowa 50266

Official Depositories:

Wells Fargo, Iowa
110 Highway 6
Waukee, Iowa 50263

First American Bank
45 N. Warrior Lane
Waukee, Iowa 50263

Iowa School Joint Investment Trust
P.O. Box 71158
Clive Iowa 50325-0158

The Education Liquidity Fund
1415 28th St, Suite 200
Century Building
West Des Moines, Iowa 50266-1456

Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award
is presented to*

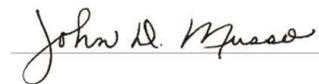
Waukee Community School District

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2014*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



Mark C. Pepera, MBA, RSBO, SFO
President



John D. Musso, CAE, RSBA
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Waukee Community School District

Iowa

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

A handwritten signature in black ink, appearing to read 'Jeffrey R. Emer', is positioned above the title of the signatory.

Executive Director/CEO





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Pella, IA 50219
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www.vanmaanencpa.com

Van Maanen, Sietstra, Meyer & Nikkel, PC
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

To the Board of Education
Waukee Community School District
Waukee, Iowa

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of Waukee Community School District, Waukee, Iowa, as of and for the year ended June 30, 2015, and the related Notes to the Financial Statements, which collectively comprise the District's basic financial statements listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. generally accepted accounting principles. This includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of Waukee Community School District as of June 30, 2015, and the respective changes in financial position and where applicable cash flows, thereof for the year then ended in accordance with U.S. generally accepted accounting principles.

Emphasis of Matter

As discussed in Note 18 to the financial statements, Waukee Community School District adopted new accounting guidance related to Governmental Accounting Standards Board (GASB) Statement No 68, *Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement No. 27*. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

U.S. generally accepted accounting principles require Management's Discussion and Analysis, the Budgetary Comparison Information, the Schedule of the District's Proportionate Share of the Net Pension Liability, the Schedule of District Contributions and the Schedule of Funding Progress for the Retiree Health Plan on pages 15 through 22 and 64 through 70 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board which considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. generally accepted auditing standards, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Waukee Community School District's basic financial statements. A different accounting firm audited, in accordance with the standards referred to in the third paragraph of this report, the financial statements for the year ended June 30, 2006, (which is not presented herein) and expressed unmodified opinions on those financial statements. We audited, in accordance with the standards referred to in the third paragraph of this report, the financial statements for the eight years ended June 30, 2014, (which are not presented herein) and expressed unmodified opinions on those financial statements. The supplementary information included in Schedules 1 through 9, including the Schedule of Expenditures of Federal Awards required by U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we express no opinion on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Governmental Auditing Standards*, we have also issued our report dated December 7, 2015, on our consideration of the Waukee Community School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Waukee Community School District's internal control over financial reporting and compliance.

Van Maanen, Sietstra, Meyer & Nikkel PC

Van Maanen, Sietstra, Meyer & Nikkel, PC
Certified Public Accountants

December 7, 2015

**Waukee Community School District
Management's Discussion and Analysis
Year Ended June 30, 2015**

It is with great pleasure, we present to you the financial picture of Waukee Community School District. We offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the Waukee Community School District for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

2015 Financial Highlights

The District showed a government wide increase in net position of \$11,244,905 during the year ended June 30, 2015.

Governmental activities revenues increased from \$96,438,656 in fiscal year 2014 to \$105,060,298 in 2015. General revenues increased from \$83,610,445 in fiscal year 2014 to \$91,251,011 in 2015. Program revenues increased from \$12,828,211 in 2014 to \$13,809,287 in 2015. The business type activities revenues increased from \$5,858,192 in fiscal year 2014 to \$6,617,959 in 2015.

As of June 30, 2015, unassigned fund balance for the General Fund was \$6,893,521 or 8.69% of General Fund expenditures. The financial solvency ratio for the year ended June 30, 2015 was 8.57%, which is a decrease of .47% over the previous year. This decrease is due to increased expenditures in the current year due to additional staff due to increased enrollment.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Waukee Community School District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Figure A-1 shows how the various parts of this annual report are arranged and relate to one another.

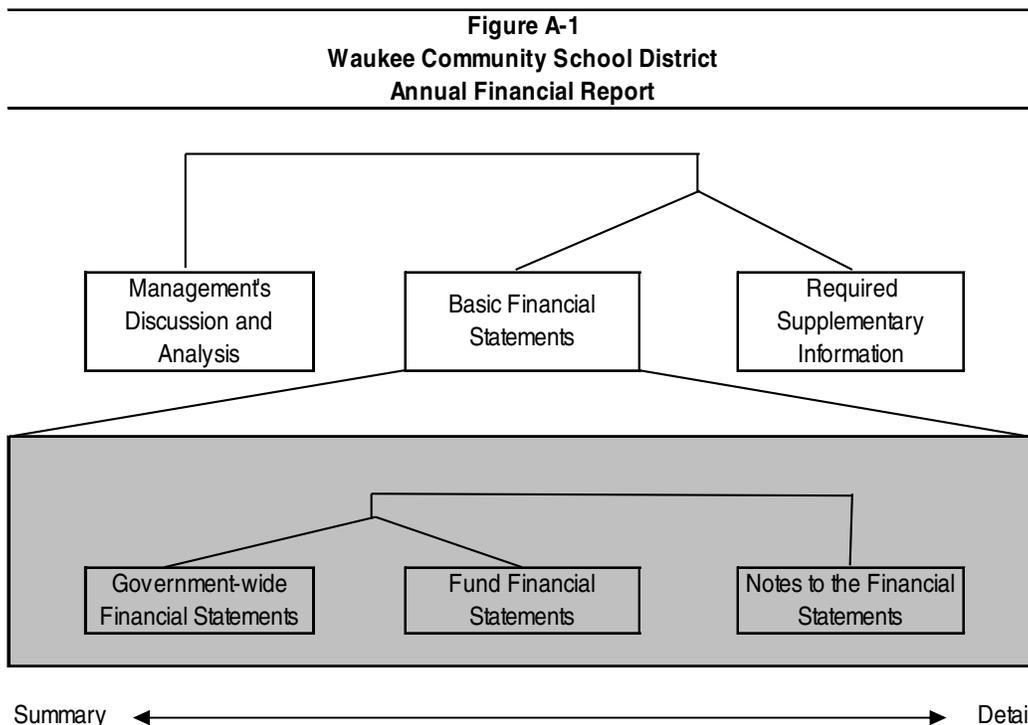


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of the management's discussion and analysis highlights the structure and contents of each of the statements.

Figure A-2
Major Features of the Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services and adult education	Instances in which the District administers resources on behalf of someone else, such as scholarship programs
Required financial statements	<ul style="list-style-type: none"> • Statement of net position • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenues, expenditures and changes in fund balances 	<ul style="list-style-type: none"> • Statement of net position • Statement of revenues, expenses and changes in fund net position • Statement of cash flows 	<ul style="list-style-type: none"> • Statement of fiduciary net position • Statement of changes in fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/ liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of deferred outflow/ inflow information	Consumption/ acquisition of net position that is applicable to a future reporting period	Consumption/ acquisition of fund balance that is applicable to a future reporting period	Consumption/ acquisition of net position that is applicable to a future reporting period	Consumption/ acquisition of net position that is applicable to a future reporting period
Type of inflow/ outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

Government-wide financial statements - The government-wide financial statements are designed to provide readers with a broad overview of Waukee Community School District's finances in a manner similar to a private-sector business.

The statement of net position presents information on all Waukee Community School District's assets, deferred outflow of resources, liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the changes occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements reflect functions of the Waukee Community School District that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include instruction, support services, non-instructional services, other and interest on long-term debt. Business type activities are those that the District charges a fee to help cover the costs such as School Nutrition.

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The government-wide financial statements include only Waukee Community School District. There are no other organizations or agencies whose financial statements should be combined and presented with the financial statements of the District.

Fund financial statements – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Waukee Community School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary fund and fiduciary funds.

Governmental funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Waukee Community School District maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Debt Service and Capital Projects Funds, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 28 through 31 of this report.

Proprietary fund – The District maintains two types of proprietary fund, the enterprise fund and internal services funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District maintains two non-major enterprise funds. Internal service funds are used to report the same functions presented as governmental activities in the government-wide financial statements. The District maintains three internal service funds to account for the premium and claim payments for the self-funded health insurance and dental insurance plans, as well as flexible benefits for the District's employees. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. Because the service provided by the District predominately benefits governmental, rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 32 through 34 of this report.

Fiduciary funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Waukee Community School District's own programs. The fiduciary funds of the District are private purpose trust funds. The District accounts for outside donations for scholarships for individual students in this fund.

The basic fiduciary fund financial statements can be found on pages 35 through 36 of this report.

Notes to the financial statements – The notes provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Other information – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Waukee Community School District's budgetary comparison for the year, the proportionate share of the net pension liability and related contributions, as well as presenting the Schedule of Funding Progress for the Retiree Health Plan. Required Supplemental Information can be found on pages 63 through 70 of this report.

Other Supplementary Information provides detailed information about the non-major governmental and proprietary funds.

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Management's Discussion and Analysis
Year Ended June 30, 2015**

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The District's total net position has increased from a year ago from \$65,213,401 to \$76,458,306.

A significant portion of the District's total assets reflects the investment in capital assets. The District uses these capital assets to provide educational services; consequently, these assets are not available for future spending. The District's net investment in capital assets was \$40,449,889. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Figure A-3 below provides a summary of the District's net position at June 30, 2015 compared to June 30, 2014.

	Governmental activities		Business type activities		Total		Total Change
	June 30,		June 30,		June 30,		June 30,
	2015	2014 (not restated)	2015	2014 (not restated)	2015	2014 (not restated)	2014-2015
Current assets	\$135,381,249	104,898,669	3,304,237	3,069,265	138,685,486	107,967,934	28.45%
Capital assets, net	211,978,737	194,631,048	2,223,321	2,023,634	214,202,058	196,654,682	8.92%
Total assets	347,359,986	299,529,717	5,527,558	5,092,899	352,887,544	304,622,616	15.84%
Deferred outflows of resources	7,353,686	-	373,953	-	7,727,639	-	100.00%
Current liabilities	31,915,739	22,899,386	250,243	248,680	32,165,982	23,148,066	38.96%
Noncurrent liabilities	187,956,072	137,172,548	1,633,426	248,904	189,589,498	137,421,452	37.96%
Total liabilities	219,871,811	160,071,934	1,883,669	497,584	221,755,480	160,569,518	38.11%
Deferred inflow of resources	61,903,019	47,279,465	498,378	-	62,401,397	47,279,465	31.98%
Net Position:							
Net investment in capital assets	38,226,568	50,821,587	2,223,321	2,023,634	40,449,889	52,845,221	-23.46%
Restricted	59,346,172	37,769,176	-	-	59,346,172	37,769,176	57.13%
Unrestricted	(24,633,898)	3,587,555	1,296,143	2,571,681	(23,337,755)	6,159,236	-478.91%
Total Net Position	\$ 72,938,842	92,178,318	3,519,464	4,595,315	76,458,306	96,773,633	-20.99%

The restricted portion of the District's net position (77.62%) represents resources that are subject to external restrictions on how they may be used. These restrictions include \$852,797 for categorical funding, \$7,052,985 for debt service, \$3,198,220 for management levy purposes, \$458,907 for student activities, \$46,017,358 for school infrastructure and \$1,765,905 for physical plant and equipment. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to students and creditors.

At the end of the current fiscal year, the Waukee Community School District is unable to report positive balances in all three categories of net position. GASB 68 was implemented creating a deficit unrestricted net position. It should be noted that this is a book entry of a negative amount and not an actual deficit of cash.

The District's total net position increased by \$11,244,905 or 17.24%, during the current fiscal year. The total net investment in capital assets decreased 23.46%. The governmental activities net position increased by \$10,759,032. Business type activities net position increased by \$485,873.

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Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27* was implemented during fiscal year 2015. The beginning net position as of July 1, 2014 for governmental activities and business type activities were restated by \$29,998,508 and \$1,561,724, respectively, to retroactively report the net pension liability as of June 30, 2013 and deferred outflows of resources related to contributions made after June 30, 2013 but prior to July 1, 2014. Fiscal year 2013 and 2014 financial statement amounts for net pension liabilities, pension expense, deferred outflows of resources and deferred inflows of resources were not restated because the information was not available. In the past, pension expense was the amount of the employer contribution. Current reporting provides a more comprehensive measure of pension expense which is more reflective of the amounts employees earned during the year.

Figure A-4 highlights the District's revenues and expenses for the fiscal year ended June 30, 2015 as compared to the fiscal year ended June 30, 2014. These two main components are subtracted to yield the change in net position. This table utilized the full accrual method of accounting. Revenue is further divided into two major components: Program Revenue and General Revenue. Program Revenue is defined as charges for services and sales, operating and capital grants and contributions. General Revenue includes taxes and unrestricted grants such as state foundation support.

	Governmental activities		Business type activities		Total District		Total Change
	June 30,		June 30,		June 30,		June 30,
	2015	2014 (not restated)	2015	2014 (not restated)	2015	2014 (not restated)	2014-2015
Revenues:							
Program revenues:							
Charges for services	\$ 3,342,889	3,324,146	5,354,951	4,664,508	8,697,840	7,988,654	8.88%
Operating grants and contributions	10,466,398	9,504,065	1,261,576	1,190,464	11,727,974	10,694,529	9.66%
General Revenues:							
Property and other taxes	47,307,958	44,483,899	-	-	47,307,958	44,483,899	6.35%
Statewide sales and services tax	7,867,527	7,269,180	-	-	7,867,527	7,269,180	8.23%
Unrestricted state grants	35,169,788	30,834,917	-	-	35,169,788	30,834,917	14.06%
Unrestricted investment earnings	80,346	92,578	1,432	3,220	81,778	95,798	-14.63%
Other	825,392	929,871	-	-	825,392	929,871	-11.24%
Total revenues	105,060,298	96,438,656	6,617,959	5,858,192	111,678,257	102,296,848	9.17%
Expenses:							
Program expenses:							
Instruction	54,794,040	50,142,591	-	-	54,794,040	50,142,591	9.28%
Support services	24,651,302	24,216,376	270,371	193,063	24,921,673	24,409,439	2.10%
Non-instructional programs	-	-	6,601,806	5,999,968	6,601,806	5,999,968	10.03%
Other	7,924,668	6,967,215	-	-	7,924,668	6,967,215	13.74%
Debt service	6,191,165	5,303,145	-	-	6,191,165	5,303,145	16.75%
Total expenses	93,561,175	86,629,327	6,872,177	6,193,031	100,433,352	92,822,358	8.20%
Changes in Net Position before Transfers	11,499,123	9,809,329	(254,218)	(334,839)	11,244,905	9,474,490	18.69%
Transfers	(740,091)	(477,016)	740,091	477,016	-	-	0.00%
Changes in Net Position	10,759,032	9,332,313	485,873	142,177	11,244,905	9,474,490	18.69%
Net Position beginning of year, as restated	62,179,810	82,846,005	3,033,591	4,453,138	65,213,401	87,299,143	-25.30%
Net Position end of year	72,938,842	92,178,318	3,519,464	4,595,315	76,458,306	96,773,633	-20.99%

Expenses are shown in programs including instruction, support services, non-instructional programs, other and debt service.

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The number of students served by the District increased by 493 students, or a 6.11% increase over the prior year. This accounts for the across the board increase in revenues and expenses in both governmental activities and business-type activities. Investment earnings decreased 14.63% due to decreased availability of investment capital for lesser periods of time. Statewide sales tax increased by 14.06% due to an overall growth in statewide sales and services tax and due to increased number of students.

Governmental Activities – Figure A-5 below discloses the total and net cost of services for the District's major governmental activities, instruction, support services, non-instructional programs, other and debt service expenses, for the year ended June 30, 2015 compared to the year ended June 30, 2014. The total cost of services column contains all costs related to the programs and the net cost column shows how much of the total amount is not covered by program revenues. Succinctly put, net costs are costs that must be covered by state aid and local taxes. The difference in these two columns would represent restricted grants and services. Net cost of services is 85.24% of total cost of services in 2015.

**Figure A-5
Total and Net Cost of Governmental Activities**

	Total Cost of Services			Net Cost of Services		
	Change			Change		
	2015	2014 (not restated)	2014-2015	2015	2014 (not restated)	2014-2015
Instruction	\$ 54,794,040	50,142,591	9.28%	45,063,895	40,967,491	10.00%
Support services	24,651,302	24,216,376	1.80%	24,081,761	23,705,015	1.59%
Other	7,924,668	6,967,215	13.74%	4,415,067	3,825,465	15.41%
Debt service	6,191,165	5,303,145	16.75%	6,191,165	5,303,145	16.75%
	<u>\$ 93,561,175</u>	<u>86,629,327</u>	<u>8.00%</u>	<u>79,751,888</u>	<u>73,801,116</u>	<u>8.06%</u>

Business Type Activities – Revenues for business type activities during the year ended June 30, 2015 were \$6,617,959 representing, an 11.48% increase over the prior year, while expenses totaled \$6,872,177, a 9.88% increase over the prior year. The District's business type activities include the School Nutrition Fund and Community Education Fund.

Individual Fund Analysis

As noted earlier, the Waukee Community School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds – The focus of the Waukee Community School District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Waukee Community School District's governmental funds reported combined ending balances of \$66,982,563, an increase of \$22,568,876 in comparison with the prior year. Approximately 10.29% of this total amount or \$6,893,521 constitutes unassigned fund balance and is available for spending at the government's discretion. The remainder of the fund balance is non-spendable or restricted. Restricted net position represent resources subject to external restrictions, constitutional provisions or enabling legislation on how they can be used. The non-spendable fund balance of \$56,551 is in inventories. Restricted fund balances consist of \$852,797 for categorical funding, \$7,052,985 for debt service, \$3,884,539 for management levy purposes, \$458,907 for student activities, \$46,017,358 for school infrastructure and \$1,765,905 for physical plant and equipment.

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$6,893,521, while total fund balance reached \$7,802,869. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and the total fund balance to total fund expenditures. Unassigned fund balance represents 8.69% of total General Fund expenditures.

The fund balance of the District's General Fund increased \$893,883 during the current fiscal year. This increase was anticipated and was due to additional cash reserve levy to fund increased staff costs from the increase of students enrolled. The State of Iowa did increase supplemental state aid to 4% for 2014-15, the amount the District receives per student.

The District's other major funds include the Debt Service Fund and the Capital Projects Fund. The Debt Service fund balance decreased

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Management's Discussion and Analysis
Year Ended June 30, 2015**

\$80,751 due to the payment of principal and interest on the new bond issue. The Capital Projects fund balance increased \$22,414,711 due to the issuance of bonds. The District issued \$19,990,000 in revenue bonds in June 2015 to finance capital facility construction of the Waukee Innovation and Learning Center (WILC) which will be completed for the start of the 2016-17 school year. The District issued \$18,900,000 in general obligation bonds in August 2014 to finance capital facility construction of Grant Ragan Elementary which will be completed for the start of the 2016-17 school year

Budgetary Highlights

As allowed by GASB Statement No. 41, *Budgetary Comparison-Schedules – Perspective Differences*, the District presents budgetary comparison schedules as required supplementary information based on the program structure of four functional areas as required by state statute for its legally adopted budget. In accordance with the Code of Iowa, the Board of Education annually adopts a program budget for all funds except agency funds as described in the note to required supplementary information.

A comparison of the actual expenditures/expenses of the District's budgeted funds with the final budget amounts is as follows:

	Budget- Original	Budget- Final	Actual	Variance
Instruction	\$ 53,360,000	55,000,000	55,124,891	(124,891)
Support services	22,330,000	24,000,000	23,484,702	515,298
Non-instructional programs	5,700,000	6,900,000	6,601,806	298,194
Other	74,761,478	74,761,478	45,651,224	29,110,254
	<u>\$ 156,151,478</u>	<u>160,661,478</u>	<u>130,862,623</u>	<u>29,798,855</u>

In spite of the District's budgetary practice, the certified budget was exceeded in the instruction functional area due to the timing of expenditures at year-end without sufficient time to amend the certified budget.

Capital Assets and Debt Administration

Capital Assets – The following table shows ending balances of capital assets invested in various categories. The District recognized a total net increase of \$17,547,376. The increase can be attributed to completion of the Eason Elementary HVAC project. Increased construction in progress not completed at June 30 also impacted the increase. Projects underway include the 8-9 Timberline building, Grant Ragan Elementary building project, Waukee Innovation and Learning Center building project, Brookview Elementary HVAC project, HS Stadium HVAC project, Bus Barn building project and Eason Elementary roof project.

**Figure A-6
Capital Assets, Net of Depreciation**

	Governmental activities		Business Type activities		Total District		Total Change
	June 30,		June 30,		June 30,		June 30,
	2015	2014	2015	2014	2015	2014	2014-2015
Land	\$ 8,320,081	8,337,857	-	-	8,320,081	8,337,857	-0.21%
Improvements other than buildings	3,974,227	4,326,096	-	-	3,974,227	4,326,096	-8.13%
Buildings and improvements	158,712,722	160,224,045	-	-	158,712,722	160,224,045	-0.94%
Furniture and equipment	1,970,673	1,949,309	2,223,321	2,023,634	4,193,994	3,972,943	5.56%
Construction in progress	39,001,034	19,793,741	-	-	39,001,034	19,793,741	97.04%
Total	<u>\$ 211,978,737</u>	<u>194,631,048</u>	<u>2,223,321</u>	<u>2,023,634</u>	<u>214,202,058</u>	<u>196,654,682</u>	<u>8.92%</u>

Additional information about the District's capital assets can be found in note 5 to the financial statements.

Debt – As of June 30, 2015, the Waukee Community School District had general obligation bonds, capital loan notes and revenue bonds outstanding principal balance totaling \$169,090,000. In the current year, the District paid \$20,415,000 in principal and \$6,370,900 in interest.

As of June 30, 2015, the District's available debt limit was \$240,693,857 which leaves a legal debt margin of \$138,653,857 once the current year applicable general obligation and capital loan debt is applied.

**Figure A-7
Long-term Debt Obligations**

	Total School District		Total Change
	June 30,		June 30,
	2015	2014	2014-2015
General obligation bonds	\$ 99,325,000	\$ 86,555,000	14.75%
Revenue bonds	67,050,000	49,630,000	35.10%
Capital loan notes	2,715,000	5,355,000	-49.30%
Bond discounts, net of amortization	(976,737)	(852,642)	14.55%
Bond premiums, net of amortization	5,638,906	3,122,103	80.61%
Early retirement payable	686,319	271,193	153.07%
Net pension liability	27,004,770	35,539,144	-24.01%
Net OPEB liability	4,432,424	3,593,263	23.35%
Compensated absences	412,548	353,741	16.62%
Totals	<u>\$ 206,288,230</u>	<u>183,566,802</u>	<u>12.38%</u>

Additional information about the District's long-term debt can be found in note 6 to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The District is located in the central part of the state, approximately 15 miles west of the city of Des Moines. The District, comprised totally in Dallas County, Iowa, is one of the fastest growing counties in the nation. The District is the fastest growing school district in the State of Iowa. The October 2015 certified student enrollment increased 675 students over the previous year. The economic condition and outlook of the District is one of great optimism. Over the past nine years the total taxable assessed value in the District has increased by \$1.69 billion. The taxable assessed value has increased 173.28% since 2006. For the current fiscal year, taxable assessed value in the District increased \$151,525,927 or 6.02%.

Based on conservative estimates this trend is expected to continue and probably accelerate in the immediate future. The eastern portions of Dallas County are experiencing growth in both residential and commercial development. The collection of the statewide sales tax, a one cent tax on all covered retail sales, began in January of 2004 and generated \$7.9 million dollars in fiscal 2015. An estimated \$8.3 million dollars is expected to be generated in 2016. The one-cent sales tax will continue through December of 2029 and is now part of the state pool.

This growth, while having a positive impact, also presents significant challenges for the District. The District is utilizing the optional instructional support levy to its fullest and will need to continue its high level of efficient use of human resources and facilities.

Retail sales, building permits and population increases in the western suburbs far exceed that of any other location in the metropolitan area or in the State of Iowa. Dallas County is one of the fastest growing counties in the country. These increases are projected to continue if economic conditions remain favorable.

The past year saw a dramatic State of Iowa economic upturn. Revenue projections at the state level increased drastically from the previous year. The District has faced reductions in funding for state aid and other state-funded programs in the previous fiscal years. The District has taken a pro-active approach to fiscal stability that has served it well in these times of financial crisis. The 2015 legislature set supplemental state aid for 2015-16 at 1.25%. We are optimistic about the District's financial outlook because of prudent actions taken over the past six to seven years. The District has positioned itself extremely well to withstand financial uncertainties at both the state and federal level. We are confident as the national economy begins to strengthen, state revenues will follow the same upward direction.

Requests for Information

These financial statements and discussions are designed to provide our students, citizens, taxpayers, investors and creditors with a complete disclosure of the District's finances and to demonstrate a high degree of accountability for the public dollars entrusted to us. If you have questions about this report or need additional information, please write Lora Appenzeller-Miller, Chief Financial Officer, Waukee Community School District, 560 S.E. University Avenue, Waukee, Iowa, 50263.

Basic Financial Statements

Waukee Community School District
Statement of Net Position
June 30, 2015

	Governmental Activities	Business Type Activities	Total Primary Government
Assets			
Current assets:			
Cash and cash equivalents	\$ 80,833,418	3,203,043	\$ 84,036,461
Receivables:			
Property tax:			
Delinquent	74,868	-	74,868
Succeeding year	52,102,555	-	52,102,555
Accounts	55,342	31,498	86,840
Due from other governments	2,258,515	1,345	2,259,860
Inventories	56,551	68,351	124,902
Total current assets	135,381,249	3,304,237	138,685,486
Non-current assets:			
Capital assets:			
Land	8,320,081	-	8,320,081
Improvements other than buildings	7,460,173	-	7,460,173
Buildings and improvements	190,742,890	-	190,742,890
Vehicles, furniture and equipment	4,525,790	4,117,917	8,643,707
Construction in progress	39,001,034	-	39,001,034
Accumulated depreciation	(38,071,231)	(1,894,596)	(39,965,827)
Total capital assets	211,978,737	2,223,321	214,202,058
Total non-current assets	211,978,737	2,223,321	214,202,058
Total assets	347,359,986	5,527,558	352,887,544
Deferred outflows of resources			
Pension related deferred outflows	7,353,686	373,953	7,727,639
Total deferred outflows of resources	7,353,686	373,953	7,727,639
Liabilities			
Current liabilities:			
Accounts payable	5,857,109	64,214	5,921,323
Salaries and benefits payable	7,648,712	67,042	7,715,754
Advances from prepaid lunches	-	92,357	92,357
Advances from prepaid tuition	-	6,048	6,048
Deposits payable	7,600	-	7,600
Contracts payable	122,000	-	122,000
Incurred but not reported claims	691,516	-	691,516
Accrued interest payable	910,652	-	910,652
Capital loan notes payable	2,715,000	-	2,715,000
Revenue bonds payable	3,928,380	-	3,928,380
General obligation bonds payable	9,306,580	-	9,306,580
Early retirement payable	336,224	-	336,224
Compensated absences	391,966	20,582	412,548
Total current liabilities	31,915,739	250,243	32,165,982

Exhibit A

**Waukee Community School District
Statement of Net Position
June 30, 2015**

	Governmental Activities	Business Type Activities	Total Primary Government
<i>Continued from previous page</i>			
Noncurrent liabilities:			
Revenue bonds payable	64,811,707	-	64,811,707
General obligation bonds payable	92,990,502	-	92,990,502
Early retirement payable	350,095	-	350,095
Net pension liability	25,663,491	1,341,279	27,004,770
Net OPEB liability	4,140,277	292,147	4,432,424
Total noncurrent liabilities	187,956,072	1,633,426	189,589,498
Total liabilities	219,871,811	1,883,669	221,755,480
Deferred inflows of resources			
Unavailable property tax revenue	52,102,555	-	52,102,555
Pension related deferred inflows	9,800,464	498,378	10,298,842
Total deferred inflows of resources	61,903,019	498,378	62,401,397
Net position			
Net investment in capital assets	38,226,568	2,223,321	40,449,889
Restricted for:			
Categorical funding	852,797	-	852,797
Management levy purposes	3,198,220	-	3,198,220
Physical plant and equipment levy	1,765,905	-	1,765,905
Student activities	458,907	-	458,907
School infrastructure	46,017,358	-	46,017,358
Debt service	7,052,985	-	7,052,985
Unrestricted	(24,633,898)	1,296,143	(23,337,755)
Total net position	\$ 72,938,842	3,519,464	76,458,306

See notes to financial statements.

Waukee Community School District
Statement of Activities
Year ended June 30, 2015

	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Service	Operating Grants, Contributions and Restricted Interest	Governmental Activities	Business Type Activities	Total Primary Government
Functions/Programs						
Governmental activities:						
Instruction:						
Regular	\$ 39,363,936	1,766,336	5,214,671	(32,382,929)	-	(32,382,929)
Special	8,655,134	321,904	1,420,523	(6,912,707)	-	(6,912,707)
Other	6,774,970	952,108	54,603	(5,768,259)	-	(5,768,259)
	<u>54,794,040</u>	<u>3,040,348</u>	<u>6,689,797</u>	<u>(45,063,895)</u>	<u>-</u>	<u>(45,063,895)</u>
Support services:						
Student	2,762,250	-	-	(2,762,250)	-	(2,762,250)
Instructional staff	4,661,548	-	-	(4,661,548)	-	(4,661,548)
Administration	5,230,658	-	-	(5,230,658)	-	(5,230,658)
Operation and maintenance of plant	8,383,881	259,994	-	(8,123,887)	-	(8,123,887)
Transportation	3,612,965	42,547	267,000	(3,303,418)	-	(3,303,418)
	<u>24,651,302</u>	<u>302,541</u>	<u>267,000</u>	<u>(24,081,761)</u>	<u>-</u>	<u>(24,081,761)</u>
Other expenses:						
Interest (unallocated)	6,191,165	-	-	(6,191,165)	-	(6,191,165)
AEA flowthrough	3,509,601	-	3,509,601	-	-	-
Depreciation (unallocated) *	4,415,067	-	-	(4,415,067)	-	(4,415,067)
	<u>14,115,833</u>	<u>-</u>	<u>3,509,601</u>	<u>(10,606,232)</u>	<u>-</u>	<u>(10,606,232)</u>
Total governmental activities	93,561,175	3,342,889	10,466,398	(79,751,888)	-	(79,751,888)
Business type activities:						
Support services:						
Administration	151,150	-	-	-	(151,150)	(151,150)
Operation and maintenance of plant	78,496	-	-	-	(78,496)	(78,496)
Transportation	40,725	-	-	-	(40,725)	(40,725)
	<u>270,371</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(270,371)</u>	<u>(270,371)</u>
Non-instructional programs:						
Food service operations	4,687,754	3,355,830	1,261,576	-	(70,348)	(70,348)
Community education operations	1,914,052	1,999,121	-	-	85,069	85,069
	<u>6,601,806</u>	<u>5,354,951</u>	<u>1,261,576</u>	<u>-</u>	<u>14,721</u>	<u>14,721</u>
Total business type activities	6,872,177	5,354,951	1,261,576	-	(255,650)	(255,650)
Total primary government	<u>\$ 100,433,352</u>	<u>8,697,840</u>	<u>11,727,974</u>	<u>(79,751,888)</u>	<u>(255,650)</u>	<u>(80,007,538)</u>

Waukee Community School District
Statement of Activities
Year ended June 30, 2015

	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Service	Operating Grants, Contributions and Restricted Interest	Governmental Activities	Business Type Activities	Total Primary Government
<i>Totals continued from previous page</i>	\$ 100,433,352	8,697,840	11,727,974	\$ (79,751,888)	(255,650)	(80,007,538)
General Revenues:						
Property tax levied for:						
General purposes				32,150,155	-	32,150,155
Debt service				9,887,212	-	9,887,212
Capital outlay				5,270,591	-	5,270,591
Statewide sales, services and use tax				7,867,527	-	7,867,527
Unrestricted state grants				35,169,788	-	35,169,788
Grants and contributions not restricted to specific programs				415,381	-	415,381
Unrestricted investment earnings				80,346	1,432	81,778
Other				410,011	-	410,011
Total general revenues				91,251,011	1,432	91,252,443
Change in net position before transfers				11,499,123	(254,218)	11,244,905
Transfers:						
Capital contributions				(502,089)	502,089	-
Transfers				(238,002)	238,002	-
Total contributions and transfers				(740,091)	740,091	-
Change in net position				10,759,032	485,873	11,244,905
Net position beginning of year, as restated				62,179,810	3,033,591	65,213,401
Net position end of year				\$ 72,938,842	3,519,464	76,458,306

* This amount excludes the depreciation that is included in the direct expense of the various programs.

See notes to financial statements.

Exhibit C

**Waukee Community School District
Balance Sheet
Governmental Funds
June 30, 2015**

	General	Debt Service	Capital Projects	Non-major Governmental Funds	Total
Assets					
Cash and pooled investments	\$ 15,581,912	915,941	57,296,230	4,378,625	78,172,708
Receivables:					
Property tax:					
Delinquent	51,858	15,009	8,001	-	74,868
Succeeding year	34,128,725	12,258,606	5,715,224	-	52,102,555
Accounts	49,846	-	-	5,496	55,342
Due from other governments	1,039,162	98	1,219,255	-	2,258,515
Inventories	56,551	-	-	-	56,551
Total assets	\$ 50,908,054	13,189,654	64,238,710	4,384,121	132,720,539
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities:					
Accounts payable	\$ 1,334,086	18,526	4,477,760	26,737	5,857,109
Salaries and benefits payable	7,642,374	-	-	6,338	7,648,712
Deposits payable	-	-	-	7,600	7,600
Contracts payable	-	-	122,000	-	122,000
Total liabilities	8,976,460	18,526	4,599,760	40,675	13,635,421
Deferred inflows of resources:					
Unavailable revenues:					
Succeeding year property tax	34,128,725	12,258,606	5,715,224	-	52,102,555
Total deferred inflows of resources	34,128,725	12,258,606	5,715,224	-	52,102,555
Fund balances:					
Nonspendable fund balance:					
Inventories	56,551	-	-	-	56,551
Restricted for:					
Categorical funding	852,797	-	-	-	852,797
Debt service	-	912,522	6,140,463	-	7,052,985
Mangement levy purposes	-	-	-	3,884,539	3,884,539
Student activities	-	-	-	458,907	458,907
School infrastructure	-	-	46,017,358	-	46,017,358
Physical plant and equipment	-	-	1,765,905	-	1,765,905
Unassigned	6,893,521	-	-	-	6,893,521
Total fund balances	7,802,869	912,522	53,923,726	4,343,446	66,982,563
Total liabilities, deferred inflows of resources and fund balances	\$ 50,908,054	13,189,654	64,238,710	4,384,121	132,720,539

See notes to financial statements.

Exhibit D

**Waukee Community School District
Reconciliation of the Balance Sheet
Governmental Funds To the Statement of Net Position
June 30, 2015**

Total fund balances of governmental funds (Exhibit C) \$ 66,982,563

***Amounts reported for governmental activities in the
Statement of Net Position are different because:***

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. 211,978,737

The internal service fund is used to charge the costs of the district's flexible benefits plan, self-funded dental plan and self-funded health insurance plan to the governmental funds. The net position of the internal service fund are therefore included in governmental activities. 1,969,194

Accrued interest payable on long-term liabilities is not due and payable in the current year and, therefore is not reported as a liability in the governmental funds. (910,652)

Pension related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the governmental funds, as follows:

Deferred outflows of resources	\$ 7,353,686	
Deferred inflows of resources	(9,800,464)	(2,446,778)

Long-term liabilities, including bonds and notes payable, early retirement, compensated absences, other postemployment benefits payable and net pension liability, are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Those liabilities at year-end consist of:

Capital loan notes payable	\$ (2,715,000)	
Revenue bonds payable	(67,050,000)	
General obligation bonds payable	(99,325,000)	
Bond discounts	976,737	
Bond premiums	(5,638,906)	
Early retirement	(686,319)	
Compensated absences	(391,966)	
Net pension liability	(25,663,491)	
Other post employment benefits	(4,140,277)	(204,634,222)

Net position of governmental activities (Exhibit A) \$ 72,938,842

See notes to financial statements.

Exhibit E

**Waukeel Community School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year ended June 30, 2015**

	General	Debt Service	Capital Projects	Non-major Governmental Funds	Total
Revenues:					
Local sources:					
Local tax	\$ 32,150,155	9,887,212	5,270,591	-	47,307,958
Tuition	1,660,606	-	-	-	1,660,606
Other	1,315,851	8,484	52,507	1,208,955	2,585,797
State sources	43,812,056	209,899	7,979,418	-	52,001,373
Federal sources	1,502,340	-	-	-	1,502,340
Total revenues	80,441,008	10,105,595	13,302,516	1,208,955	105,058,074
Expenditures:					
Current:					
Instruction:					
Regular	39,255,556	-	49,611	295,141	39,600,308
Special	8,663,022	-	-	-	8,663,022
Other	5,629,977	-	-	1,231,584	6,861,561
	53,548,555	-	49,611	1,526,725	55,124,891
Support services:					
Student	2,797,468	-	-	-	2,797,468
Instructional staff	4,082,287	-	469,542	-	4,551,829
Administration	5,643,105	9,550	67,666	2,000	5,722,321
Operation and maintenance of plant	6,129,698	-	75,409	339,197	6,544,304
Transportation	3,598,409	-	-	-	3,598,409
	22,250,967	9,550	612,617	341,197	23,214,331
Capital outlay:					
Facilities acquisition	-	-	24,485,162	-	24,485,162
Debt service:					
Principal	-	11,215,000	-	-	11,215,000
Debt issuance costs	-	58,772	115,323	-	174,095
Interest and fiscal charges	-	6,267,366	-	-	6,267,366
	-	17,541,138	115,323	-	17,656,461
Intergovernmental:					
Other expenditures	3,509,601	-	-	-	3,509,601
Total expenditures	79,309,123	17,550,688	25,262,713	1,867,922	123,990,446
Excess (deficiency) of revenues over (under) expenditures	1,131,885	(7,445,093)	(11,960,197)	(658,967)	(18,932,372)
Other financing sources (uses):					
Issuance of general obligation bonds	-	-	18,900,000	-	18,900,000
Issuance of refunding bonds	-	9,075,000	-	-	9,075,000
Issuance of revenue bonds	-	-	19,990,000	-	19,990,000
Premium on the issuance of debt	-	338,522	2,991,219	-	3,329,741
Discount on the issuance of debt	-	(19,937)	(252,020)	-	(271,957)
Payments to escrow agents for defeasance of debt	-	(9,303,534)	-	-	(9,303,534)
Sale of real property	-	-	20,000	-	20,000
Transfers in	-	7,274,291	727,774	-	8,002,065
Transfers out	(238,002)	-	(8,002,065)	-	(8,240,067)
Total other financing sources (uses)	(238,002)	7,364,342	34,374,908	-	41,501,248
Net change in fund balances	893,883	(80,751)	22,414,711	(658,967)	22,568,876
Fund balances beginning of year	6,908,986	993,273	31,509,015	5,002,413	44,413,687
Fund balances end of year	\$ 7,802,869	912,522	53,923,726	4,343,446	66,982,563

See notes to financial statements.

**Waukee Community School District
 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds to the Statement of Activities
 Year ended June 30, 2015**

Net change in fund balances - total governmental funds (Exhibit E) \$ 22,568,876

***Amounts reported for governmental activities in the
 Statement of Activities are different because:***

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, those costs are reported in the Statement of Net Position and are allocated over their estimated useful lives as depreciation expense in the Statement of Activities. The amounts of capital outlays and depreciation expense in the year are as follows:

Expenditures for capital assets	\$ 22,271,979	
Loss on disposal of capital assets	(17,776)	
Depreciation expense	(4,906,514)	17,347,689

Proceeds from issuing long-term liabilities provide current financial resources to governmental funds, but increases long-term liabilities in the Statement of Net Position. Repayment of long-term debt liabilities is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of issuance costs and premiums, whereas these amounts are deferred in and amortized in the Statement of Activities. Current year items are as follows:

Issuance of bond and note principal	(47,965,000)	
Premium on the issuance of debt	(3,329,741)	
Discount on the issuance of debt	271,957	
Repayments of bond and note principal	11,215,000	
Amortization of premiums and discounts	665,076	
Amortization of deferred refunding charge	(103,534)	
Payments to escrow agents	9,303,534	(29,942,708)

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when due. In the Statement of Activities, interest expense is recognized as the interest accrues, regardless of when it is due. (311,246)

The current year District employer share of IPERS contributions are reported as expenditures in the governmental funds, but are reported as a deferred outflow of resources in the Statement of Net Position. 4,214,801

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Early retirement	(415,126)	
Compensated absences	(59,079)	
Pension expense	(2,326,562)	
Other postemployment benefits	(795,918)	(3,596,685)

The change in Net Position of the Internal Service Funds represent an undercharge to the governmental funds served and, therefore, increases expenses in the Statement of Activities. 478,305

Change in net position of governmental activities (Exhibit B) \$ 10,759,032

See notes to financial statements.

Waukee Community School District
Statement of Net Position
Proprietary Funds
June 30, 2015

	Business Type Activities	Governmental Activities
	Non-major Enterprise Funds	Internal Service Funds
Assets		
Current assets:		
Cash and cash equivalents	\$ 3,203,043	2,660,710
Receivables:		
Accounts	31,498	-
Due from other governments	1,345	-
Inventories	68,351	-
Total current assets	<u>3,304,237</u>	<u>2,660,710</u>
Non-current assets:		
Capital assets:		
Equipment	4,117,917	-
Accumulated depreciation	(1,894,596)	-
Total noncurrent assets	<u>2,223,321</u>	<u>-</u>
Total assets	<u>5,527,558</u>	<u>2,660,710</u>
Deferred Outflows of Resources		
Pension related deferred outflows	<u>373,953</u>	<u>-</u>
Liabilities		
Current liabilities:		
Accounts payable	64,214	-
Salaries and benefits payable	67,042	-
Incurred but not reported claims	-	691,516
Advances from prepaid lunches	92,357	-
Advances from prepaid tuition	6,048	-
Compensated absences	20,582	-
Total current liabilities	<u>250,243</u>	<u>691,516</u>
Noncurrent liabilities:		
Net pension liability	1,341,279	-
Net OPEB liability	292,147	-
Total noncurrent liabilities	<u>1,633,426</u>	<u>-</u>
Total liabilities	<u>1,883,669</u>	<u>691,516</u>
Deferred Inflows of Resources		
Pension related deferred inflows	<u>498,378</u>	<u>-</u>
Net Position		
Net investment in capital assets	2,223,321	-
Unrestricted	1,296,143	1,969,194
Total net position	<u>\$ 3,519,464</u>	<u>1,969,194</u>

See notes to financial statements.

Exhibit H

Waukee Community School District
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
Year ended June 30, 2015

	Business Type Activities	Governmental Activities
	Non-major Enterprise Funds	Internal Service Funds
Operating revenue:		
Local sources:		
Charges for services	\$ 5,354,951	7,063,011
Operating expenses:		
Support services:		
Administration services	151,150	6,586,115
Operation and maintenance of plant	78,496	-
Transportation services	40,725	-
	<u>270,371</u>	<u>6,586,115</u>
Non-instructional programs:		
Food service operations:		
Depreciation	309,299	-
Other	4,378,455	-
	<u>4,687,754</u>	<u>-</u>
Other enterprise operations:		
Depreciation	14,447	-
Other	1,899,605	-
	<u>1,914,052</u>	<u>-</u>
Total operating expenses	<u>6,872,177</u>	<u>6,586,115</u>
Operating income (loss)	<u>(1,517,226)</u>	<u>476,896</u>
Non-operating revenues (expenses):		
Interest on investments	1,432	1,409
State sources	33,065	-
Federal sources	1,228,511	-
Total non-operating revenues	<u>1,263,008</u>	<u>1,409</u>
Income (loss) before contributions and transfers	(254,218)	478,305
Contributions and transfers:		
Capital contributions	502,089	-
Transfers in	238,002	-
Total contributions and transfers	<u>740,091</u>	<u>-</u>
Change in net position	485,873	478,305
Net position beginning of year, as restated	<u>3,033,591</u>	<u>1,490,889</u>
Net position end of year	<u>\$ 3,519,464</u>	<u>1,969,194</u>

See notes to financial statements.

Waukee Community School District
Statement of Cash Flows
Proprietary Funds
Year ended June 30, 2015

	Business Type Activities	Governmental Activities
	Non-major Enterprise Funds	Internal Service Fund
Cash flows from operating activities:		
Cash received from sale of lunches and breakfasts	\$ 3,347,878	-
Cash received from miscellaneous operating activities	2,005,682	7,063,011
Cash payments to employees for services	(3,607,406)	(6,453,788)
Cash payments to suppliers for goods or services	(2,724,856)	-
Net cash provided (used) by operating activities	<u>(978,702)</u>	<u>609,223</u>
Cash flows from non-capital financing activities:		
Transfers in	238,002	-
State grants received	33,065	-
Federal grants received	967,237	-
Net cash provided by non-capital financing activities	<u>1,238,304</u>	<u>-</u>
Cash flows from capital and related financing activities:		
Acquisition of capital assets	(21,344)	-
Net cash used by capital and related financing activities	<u>(21,344)</u>	<u>-</u>
Cash flows from investing activities:		
Interest on investments	1,432	1,409
Net increase in cash and cash equivalents	239,690	610,632
Cash and cash equivalents at beginning of year	2,963,353	2,050,078
Cash and cash equivalents at end of year	<u>\$ 3,203,043</u>	<u>2,660,710</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ (1,517,226)	476,896
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Commodities used	261,274	-
Depreciation	323,746	-
Increase in accounts receivable	(16,836)	-
Increase in inventories	(3,549)	-
Decrease in accounts payable	(2,370)	-
Increase in salaries and benefits payable	13,863	-
Increase in incurred but not reported claims	-	132,327
Increase in unearned revenue	15,445	-
Decrease in compensated absences payable	(272)	-
Increase in net OPEB liability	43,243	-
Decrease in net pension liability	(96,020)	-
Net cash provided (used) by operating activities	<u>\$ (978,702)</u>	<u>609,223</u>
Reconciliation of cash and cash equivalents at year end to specific assets included on Combined Balance Sheet:		
Current assets:		
Cash and investments	\$ 3,203,043	2,660,710
Cash and cash equivalents at year end	<u>\$ 3,203,043</u>	<u>2,660,710</u>
Non-cash investing, capital and financing activities:		
Noncapital financing activities, commodities received from the US Department of Agriculture	\$ 261,274	-
Capital and related financing activities, capital contributions	502,089	-

See notes to financial statements.

Exhibit J

**Waukee Community School District
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2015**

	<u>Private Purpose Trust</u>
	<u>Scholarship</u>
Assets	
Cash and pooled investments	\$ 226,073
Total assets	<u>226,073</u>
Net position	
Assets held in trust for scholarships	<u>\$ 226,073</u>

See notes to financial statements.

Exhibit K

Waukee Community School District
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
Year Ended June 30, 2015

	Private Purpose Trust
	Scholarship
Additions:	
Local sources:	
Interest	\$ 8,615
Total additions	<u>8,615</u>
Deductions:	
Instruction:	
Scholarships awarded	11,348
Total deductions	<u>11,348</u>
Change in net position	(2,733)
Net position beginning of year	<u>228,806</u>
Net position end of year	<u>\$ 226,073</u>

See notes to financial statements.

(1) **Summary of Significant Accounting Policies**

The Waukee Community School District is a political subdivision of the State of Iowa and operates public schools for children in grades kindergarten through twelve and special education pre-kindergarten. Additionally, the District either operates or sponsors various adult education programs. These courses include remedial education as well as vocational and recreational courses. The geographic area served includes the city of Waukee, Iowa; portions of the cities of West Des Moines, Clive and Urbandale, and the agricultural territory in Dallas County. The District is governed by a Board of Education whose members are elected on a non-partisan basis.

The District's financial statements are prepared in conformity with U.S. generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board.

A. Reporting Entity

For financial reporting purposes, Waukee Community School District has included all funds, organizations, agencies, boards, commissions and authorities. The District has also considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the District to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on the District. Waukee Community School District has no component units which meet the Governmental Accounting Standards Board criteria.

Jointly Governed Organization - The District participates in a jointly governed organization that provides services to the District but does not meet the criteria of a joint venture since there is no ongoing financial interest or responsibility by the participating governments. The District is a member of the Dallas County Assessor's Conference Board.

B. Basis of Presentation

Government-wide Financial Statements - The Statement of Net Position and the Statement of Activities report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by tax and intergovernmental revenues, are reported separately from business type activities, which rely to a significant extent on fees and charges for service.

The Statement of Net Position presents the District's non-fiduciary assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. Net position are reported in the following categories:

Net investment in capital assets consists of capital assets, net of accumulated depreciation plus unspent bond proceeds and reduced by outstanding balances for bonds, notes, and other debt that are attributed to the acquisition, construction, or improvement of those assets.

Restricted net position results when constraints placed on net position use are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position consists of net position not meeting the definition of the two preceding categories. Unrestricted net position often has constraints on resources that are imposed by management which can be removed or modified.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants, contributions and interest that are restricted to meeting the operational or capital requirements of a particular function. Property tax and other items not properly included among program revenues are reported instead as general revenues.

(1) *Summary of Significant Accounting Policies (continued from previous page)*

Fund Financial Statements - Separate financial statements are provided for governmental, proprietary, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as other non-major governmental funds. Combining schedules are also included for the Capital Project Fund accounts.

Fund accounting - The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, deferred inflows of resources, reserves, fund balance/Net Position, revenues and expenditures or expenses, as appropriate. The District has the following funds:

Governmental Fund Types: Governmental fund types are those funds through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major governmental funds:

General Fund: The General Fund accounts for all sources used to finance District operation and maintenance, except those required to be accounted for in another fund.

Debt Service Fund: The Debt Service Fund is utilized to account for property tax and other revenues to be used for the payment of interest and principal on the District's general long-term debt.

Capital Projects Fund: The Capital Projects Fund is used to account for all resources used in the acquisition and construction of capital facilities and other capital assets.

The other governmental funds of the District are considered non-major and are as follows:

Special Revenue Funds: The Special Revenue Funds account for the revenue sources that are legally restricted to expenditures for specific purposes. These funds consist of the following:

Student Activity Funds: This fund accounts for transactions that occur due to student-related activities from groups and organizations such as athletic and activity events, fundraising and other extra-curricular or co-curricular activities.

Management Fund: This fund is authorized by Iowa Code Section 298.4 and accounts for transactions related to unemployment, early retirement, judgments and settlements and the cost of liability insurance as it relates to property and casualty.

Proprietary Fund Types: Proprietary fund types are used to account for the District's ongoing organizations and activities which are similar to those often found in the private sector. The measurement focus is upon income determination, financial position and cash flows. The following are the District's proprietary funds:

Enterprise Funds: Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business or where the District has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

(1) Summary of Significant Accounting Policies (continued from previous page)

The following enterprise funds of the District are considered non-major:

School Nutrition Fund: This fund accounts for transactions related to the school lunch, breakfast and summer food programs authorized by Iowa Code 283A.

Community Education Fund: This fund accounts for transactions for facilities and services to provide further education opportunities including before and after school child care and summer child care programs.

Internal Service Funds: The internal service funds are used to account for goods or services provided by one department to other departments of the District on a cost reimbursement basis. The internal service funds are charged back to the Governmental Funds and shown combined in the statement of net position and statement of activities. This chargeback is based on a percentage of total employees by the participants various functional areas. The District has the following internal service funds:

Self-Funded Dental Plan: This fund accounts for transactions for self-insured dental insurance received by District employees in which the District is responsible for paying all claims and administrative costs attributable to the insurance.

Self-Funded Health Plan: This fund accounts for transactions for self-insured health insurance received by District employees in which the District is responsible for paying all claims and administrative costs attributable to the insurance.

Flexible benefits: This fund accounts for transactions for certain benefits available to District employees in which the District is responsible for paying all premiums or costs specified by the employee.

Fiduciary Fund Types: Fiduciary funds account for assets held by the District in a trustee or agency capacity for the benefit of others and cannot be used to support District activities. The District has the following fiduciary fund type:

Private Purpose Trust Fund: This fund accounts for assets held by the District under trust agreements with restrictions of income earned to be used to benefit individuals through scholarship awards.

C. Measurement Focus and Basis of Accounting

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax is recognized as revenue in the year for which it is levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days after year end.

Property tax, intergovernmental revenues (shared revenues, grants and reimbursements from other governments) and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when cash is received by the District.

(1) *Summary of Significant Accounting Policies (continued from previous page)*

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments, and compensated absences are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted Net Position available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, and then general revenues.

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the District's policy is generally to first apply the expenditure toward restricted fund balance and then to less-restrictive classifications – committed, assigned and then unassigned fund balances.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's Enterprise Funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The District maintains its financial records on the cash basis. The financial statements of the District are prepared by making memorandum adjusting entries to the cash basis financial records.

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Fund Equity

The following accounting policies are followed in preparing the financial statements:

Cash, Pooled Investments and Cash Equivalents - The cash balances of most District funds are pooled and invested. Investments are stated at fair value except for the investments in the Iowa Schools Joint Investment Trust and The Education Liquidity Fund (TELF), which are valued at amortized cost, and non-negotiable certificates of deposit, which are stated at cost.

For purposes of the statement of cash flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash, and at the day of purchase, have a maturity date no longer than three months.

Property Tax Receivable - Property tax in the governmental funds are accounted for using the modified accrual basis of accounting.

Property tax receivable is recognized in these funds on the levy or lien date, which is the date that the tax asking is certified by the Board of Education. Delinquent property tax receivable represents unpaid taxes for the current and prior years. The succeeding year property tax receivable represents taxes certified by the Board of Education to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the District is required to certify its budget in April of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding year property tax receivable has been recorded, the related revenue is deferred in both the government-wide and fund financial statements and will not be recognized as revenue until the year for which it is levied.

Property tax revenue recognized in these funds become due and collectible in September and March of the fiscal year with a 1½% per month penalty for delinquent payments; is based on January 1, 2013 assessed property valuations; is for the tax accrual period July 1, 2014 through June 30, 2015 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April, 2014.

WaukeegCommunity School District
Notes to Financial Statements
June 30, 2015

(1) *Summary of Significant Accounting Policies (continued from previous page)*

Due from Other Governments - Due from other governments represents amounts due from the State of Iowa, various shared revenues, grants and reimbursements from other governments.

Inventories - Inventories are valued at the moving average cost for purchased items and contributed value (fair value at the date received) for government commodities and other donated items. Inventories are recorded as expenses when consumed in the Government-wide financial statements and proprietary funds' financial statements. In the governmental fund financial statements, inventories are accounted for using the consumption method whereby inventory acquisitions are recorded in inventory accounts when purchased and are charged to operations when consumed or sold. In the proprietary fund financial statements, inventories are recorded at the lower costs (first in, first out method) or market and food commodities which were received from the federal government recorded at the contributed value as of the date received.

Capital Assets - Capital assets, which include property, furniture, and equipment, are reported in the applicable governmental or business type activities columns in the government-wide Statement of Net Position. Capital assets are recorded at historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets are defined by the District as assets with an initial, individual cost in excess of the following thresholds and estimated useful lives in excess of two years.

<u>Asset Class</u>	<u>Amount</u>
Land	\$ 5,000
Buildings	5,000
Improvements other than buildings	5,000
Furniture and equipment:	
Enterprise Fund equipment	500
Other furniture and equipment	5,000

Capital assets (with the exception of land and construction in progress, which are not depreciated) are depreciated using the straight line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives (In Years)</u>
Buildings	50 years
Improvements other than buildings	20 years
Furniture and equipment	5-20 years

Deferred Outflows of Resources - Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension expense and contributions from the employer after the measurement date but before the end of the employer's reporting period.

Salaries and Benefits Payable - Payroll and related expenditures for teachers with annual contracts corresponding to the current school year, which are payable in July and August, have been accrued as liabilities.

Advances - Proceeds received by the District for which services will be rendered in a succeeding fiscal year, such as prepaid lunch money and prepaid tuition.

Compensated Absences - District employees accumulate a limited amount of earned but unused vacation for subsequent use or for payment upon termination, death or retirement. A liability is recorded when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental fund financial statements only for employees that have resigned or retired. The compensated absences liability has been computed based on rates of pay in effect at June 30, 2015. The compensated absences liability attributable to the governmental activities will be paid primarily by the General Fund.

(1) *Summary of Significant Accounting Policies (continued from previous page)*

Long-term Liabilities - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities column in the Statement of Net Position.

Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net pension of the Iowa Public Employees' Retirement System (IPERS) and additions to/deductions from IPERS' fiduciary net position have been determined on the same basis as they are reported by IPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Inflows of Resources - Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. Although certain revenues are measurable, they are not available. Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources in the governmental fund financial statements represent the amount of assets that have been recognized, but the related revenue has not been recognized since the assets are not collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources consist of property tax receivable and other receivables not collected within sixty days after year end.

Deferred inflows of resources on the Statement of Net Position consists of the succeeding year property tax receivable that will not be recognized as revenue until the year for which it is levied and the unamortized portion of the net difference between projected and actual earnings on pension plan investments.

Fund Equity - In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable - Amounts which cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted - Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors or state or federal laws or imposed by law through constitutional provisions or enabling legislation.

Committed - Amounts which can be used only for specific purposes determined pursuant to constraints formally imposed by the Board of Education through resolution approved prior to year end. Those committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same action it employed to commit those amounts.

Assigned - Amounts constrained by the District's intent to use them for a specific purpose. The authority to assign fund balances has been designated by the District's Board of Directors to the Chief Financial Officer.

Unassigned - All amounts not included in other spendable classifications.

In governmental funds when an expenditure is incurred that can be paid using either restricted or unrestricted resources, the District's policy is generally to apply the expenditure toward restricted fund balance and then to other, less-restricted classifications – committed, assigned, and then unassigned fund balances.

The District does not have a minimum fund balance policy. They rely on Iowa Statutes for those funds that, by statute, have requirements placed on ending unencumbered cash.

(2) Budgets and Budgetary Accounting

In accordance with the Code of Iowa, the District's Board of Education annually adopts a single district wide budget and approves the related appropriations following required public notice and hearing for all funds, except internal service and fiduciary funds. The budgets and related appropriations as well as the financial statements are prepared on the modified accrual basis or accrual basis of accounting. The budget may be amended during the year utilizing similar statutorily prescribed procedures.

Formal and legal budgetary control for the certified budget is based upon four major classes of disbursements known as functions, not by fund. These four functions are instruction, support services, non-instructional programs and other expenditures. The Code of Iowa also provides that District disbursements in the General Fund may not exceed the amount authorized by the school finance formula.

The Board of Education follows these procedures in establishing budgetary data reflected in the financial statements:

1. In accordance with the Statutes of the State of Iowa, prior to March 15, the Board Secretary submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures or expenses and the means of financing them for the upcoming year, along with estimates for the current year and actual data for the preceding years. This budget is submitted in summary form, with an administrative control. The legal level of control for the detailed budget is at the functional area level.
2. Public hearings are required to be conducted to obtain taxpayer comment.
3. Prior to April 15, the budget is legally enacted through certification from the County Auditor.
4. Management is authorized to transfer budgeted amounts between departments within any functional area; however, any revisions that alter the total expenditures or expenses of any functional area must be approved by the Board of Education.
5. The Board of Education may amend the budget during the year by holding public hearings and certifying the amendment with the County Auditor. During the year ended June 30, 2015, the instruction, support services and non-instructional programs functional area expenditures were amended for an increase of 3.07%, 2.87% and 21.05%, respectively, to the originally approved budget.
6. Appropriations lapse at the end of each fiscal year.
7. The budget cannot be amended without the approval of the Board of Education.
8. Unexpended budgetary balance lapse at June 30 and are not available to finance expenditures or expenses of the following year.

As allowed by GASB Statement No. 41, *Budgetary Comparison Schedules - Perspective Differences*, the District presents budgetary comparison schedules as required supplementary information based on the program structure of four functional areas as required by state statute for its legally adopted budget. During the year ended June 30, 2015, expenditures in the instruction functional area exceeded the amount budgeted.

(3) Deposits and Pooled Investments

As of June 30, 2015, the carrying amount of the District's bank deposits and pooled investments totaled \$84,262,534 with actual bank balances of \$1,868,398 and investment balances of \$82,394,136. Of the bank balances, \$500,000 was covered by federal depository insurance and \$1,368,398 was collateralized by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

WaukeegCommunity School District
Notes to Financial Statements
June 30, 2015

(3) *Deposits and Pooled Investments (continued from previous page)*

The District is authorized by statute to invest public funds not currently needed for operating expenses in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured lowa depository institutions approved by the Board; prime eligible bankers' acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; and certain joint investment trusts. However, the District's investment policy additionally limits investments in commercial paper to obligations at the time of purchase rated within the two highest ratings issued by nationally recognized statistical rating organizations with a maturity less than 270 days, with no more than 5 percent at the time of purchase placed in the second highest classification and no more than 10 percent of the investment portfolio in these investments. The District's investment policy additionally limits investments in prime bankers' acceptances that mature within 270 days and that are eligible for purchase by a federal reserve bank, with no more than 10 percent of the investment portfolio in these investments.

At June 30, 2015, the District had investments in the following:

Type	Amortized Cost/Fair Value
TELF	\$ 37,275,426
ISJIT	44,902,118
Money Market Mutual Fund	52,689
Negotiable Certificates of Deposit	163,903
	<u>\$ 82,394,136</u>

The investments in TELF and ISJIT are valued at an amortized cost pursuant to Rule 2a-7 under the Investment Company Act of 1940. There is no material difference from fair value. In addition, the fair value of the District's financial position in the pool is the same as the value of the pool shares. The negotiable certificates of deposit and money market mutual fund are stated at fair value.

Interest rate risk: Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's investment policy requires operating funds to be invested in investments that mature within 397 days or less. When investing other than operating funds, the investments must mature according to the needs of the funds. Operating funds of the District are funds which are reasonably expected to be used during a current budget year or within 15 months of receipt. The maturity of the District's position in an external investment pool is based on the average maturity of the pool's investments.

Credit risk: The investment in the Iowa Schools Joint Investment Trust was rated AAAM by Standard & Poor's Rating Service. The Iowa Schools Joint Investment Trust is sponsored by the Iowa Association of School Boards, governed by a representative board of trustees. The board of trustees serves as the regulatory oversight of the pool. The investments in The Education Liquidity Fund (TELF) pool are registered and not subject to rating. The District's investment policy does not formally address credit risk.

Custodial credit risk for deposits: In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk.

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Chapter 12C of the Code of Iowa requires all District funds be deposited into an approved depository and be either insured or collateralized.

At June 30, 2015, the District's deposits with financial institutions were entirely covered by federal depository insurance or insured though the state pooled collateral, state sinking funds and by the state's ability to assess for lost funds. At June 30, 2015, \$82,394,136 of the District's investments was uninsured or unregistered with securities held by the counterparty's trust department or agent in the District's name.

WaukeegCommunity School District
Notes to Financial Statements
June 30, 2015

(4) Transfers

The detail of transfers for the year ended June 30, 2015 is as follows:

	Transfers In					
	Governmental Activities			Total Governmental Activities	Business type Activities	
	Debt Service	Debt Service	Capital Projects		Nonmajor Enterprise	Total
Transfer Out:						
Governmental Activities:						
General	\$ -	-	-	-	238,002	238,002
Capital Projects	7,274,291	-	727,774	8,002,065	-	8,002,065
Total	\$ 7,274,291	-	727,774	8,002,065	238,002	8,240,067

Transfers generally move revenues from the fund statutorily required to collect the resources to the fund statutorily required to expend the resources.

The General Fund transferred rental income to the Nonmajor Enterprise, Community Service Fund.

Capital Projects Fund transferred to the Capital Projects Fund to correct payments made for architect fees from the prior year.

Capital Projects Fund transferred to the Debt Service Fund to pay revenue bonds and capital loan notes.

(5) Capital Assets

Capital assets activity for the year ended June 30, 2015 is as follows:

	Balance Beginning of Year	Additions	Reductions	Balance End of Year
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 8,337,857	-	17,776	8,320,081
Construction in progress	19,793,741	20,764,047	1,556,754	39,001,034
Total capital assets not being depreciated	28,131,598	20,764,047	1,574,530	47,321,115
Capital assets being depreciated:				
Buildings	188,191,015	2,551,875	-	190,742,890
Improvements other than buildings	7,460,173	-	-	7,460,173
Furniture and equipment	4,746,613	1,014,900	1,235,723	4,525,790
Total capital assets being depreciated	200,397,801	3,566,775	1,235,723	202,728,853
Less accumulated depreciation for:				
Buildings	27,966,970	4,063,198	-	32,030,168
Improvements other than buildings	3,134,077	351,869	-	3,485,946
Furniture and equipment	2,797,304	491,447	733,634	2,555,117
Total accumulated depreciation	33,898,351	4,906,514	733,634	38,071,231
Total capital assets being depreciated, net	166,499,450	(1,339,739)	502,089	164,657,622
Governmental activities capital assets, net	\$ 194,631,048	19,424,308	2,076,619	211,978,737

WaukeegCommunity School District
Notes to Financial Statements
June 30, 2015

(5) *Capital Assets (continued from previous page)*

	Balance Beginning of Year	Additions	Reductions	Balance End of Year
Business type activities:				
Furniture and equipment	\$ 3,594,484	523,433	-	4,117,917
Less accumulated depreciation	1,570,850	323,746	-	1,894,596
Business-type activities capital assets, net	<u>\$ 2,023,634</u>	<u>199,687</u>	<u>-</u>	<u>2,223,321</u>

Depreciation expense was charged by the District as follows:

Governmental activities:

Instruction:

Regular \$ 352,866

Support services:

Student services 140

Instructional staff services 7,838

Administration 17,309

Operation and maintenance of plant 98,738

Transportation 14,556

491,447

Unallocated 4,415,067

Total depreciation expense - governmental activities \$ 4,906,514

Business type activities:

Food services \$ 309,299

Community education 14,447

\$ 323,746

(6) **Long-Term Liabilities**

Changes in long-term liabilities for the year ended June 30, 2015 are summarized as follows:

	Balance Beginning of Year Restated	Additions	Reductions	Balance End of Year	Due Within One Year
Governmental activities:					
General obligation bonds	\$ 86,555,000	27,975,000	15,205,000	99,325,000	8,695,000
Premiums on general obligation bonds	1,016,110	2,877,950	722,768	3,171,292	642,824
Discounts on general obligation bonds	(263,725)	(42,520)	(107,035)	(199,210)	(31,244)
Subtotal general obligation bonds	<u>87,307,385</u>	<u>30,810,430</u>	<u>15,820,733</u>	<u>102,297,082</u>	<u>9,306,580</u>
Revenue bonds	49,630,000	19,990,000	2,570,000	67,050,000	3,810,000
Premiums on revenue bonds	2,105,993	451,791	90,170	2,467,614	174,229
Discounts on revenue bonds	(588,917)	(229,437)	(40,827)	(777,527)	(55,849)
Subtotal revenue bonds	<u>51,147,076</u>	<u>20,212,354</u>	<u>2,619,343</u>	<u>68,740,087</u>	<u>3,928,380</u>
Capital loan notes	5,355,000	-	2,640,000	2,715,000	2,715,000
Early retirement	271,193	492,226	77,100	686,319	336,224
Net pension liability	33,784,873	-	8,121,382	25,663,491	-
Net OPEB liability	3,344,359	795,918	-	4,140,277	-
Compensated absences	332,887	391,966	332,887	391,966	391,966
Subtotal governmental activities	<u>181,542,773</u>	<u>52,702,894</u>	<u>29,611,445</u>	<u>204,634,222</u>	<u>16,678,150</u>

WaukeeCommunity School District
Notes to Financial Statements
June 30, 2015

(6) *Long-Term Liabilities (continued from previous page)*

	Balance Beginning of Year Restated	Additions	Reductions	Balance End of Year	Due Within One Year
Business type activities:					
Net pension liability	\$ 1,754,271	-	412,992	1,341,279	-
Net OPEB liability	248,904	43,243	-	292,147	-
Compensated absences	20,854	20,582	20,854	20,582	20,582
Subtotal business type activities	2,024,029	63,825	433,846	1,654,008	20,582
Total	\$183,566,802	52,766,719	30,045,291	206,288,230	16,698,732

Capital Loan Notes Payable

The district issued \$4,825,000 on March 7, 2013 in refunding capital loan notes for the capital building and equipment purchases for the High School addition project, Maple Grove Elementary building project and Administration Building addition project. The district issued \$4,050,000 on February 28, 2012 in capital loan notes for the capital building and equipment purchases of the High School addition project. The capital loan notes will be repaid using property tax collected in the Capital Projects, Physical Plant and Equipment Levy Fund. Details of the District's June 30, 2015 capital loan note indebtedness are as follows:

Year Ending June 30,	March 7, 2013 Issue				February 28, 2012 Issue			Total		
	Interest Rates	Principal	Interest		Interest Rates	Principal	Interest	Principal	Interest	Total
2016	4.00%	\$ 1,685,000	67,400		3.00%	\$ 1,030,000	30,900	\$ 2,715,000	98,300	2,813,300
Total		\$ 1,685,000	67,400			\$ 1,030,000	30,900	\$ 2,715,000	98,300	2,813,300

Revenue Bonds

The district issued \$18,900,000 on March 1, 2007 in revenue bonds for the capital facility construction of Maple Grove Elementary and South Middle School. During the year ended June 30, 2012, the district advance refunded \$5,900,000 of the March 1, 2007 revenue bond and issued \$22,335,000 on June 19, 2012 in revenue bonds. The revenue bond proceeds were used for the capital facility construction of Woodland Hills Elementary. The district issued \$16,785,000 on July 10, 2013 and \$16,690,000 on April 1, 2014 in revenue bonds for the capital facility construction of Timberline. The district issued \$19,990,000 on June 9, 2015 in revenue bonds for the capital facility construction of the Waukee Innovation and Learning Center (WILC). The revenue bonds will be repaid using statewide sales, service and use tax collected in the Capital Projects, Statewide Sales, Services and Use Tax Fund. Details of the District's June 30, 2015 revenue bond indebtedness is as follows:

Year Ending June 30,	June 19, 2012 Refunding Bond Issue				July 10, 2013 Issue		
	Interest Rates	Principal	Interest		Interest Rates	Principal	Interest
2016	3.00%	\$ 910,000	531,450		2.00%	\$ 960,000	484,375
2017	3.00%	925,000	504,150		2.00%	975,000	465,175
2018	3.00%	945,000	476,400		2.00%	995,000	445,675
2019	3.00%	965,000	448,050		2.00%	1,015,000	425,775
2020	3.00%	990,000	419,100		3.00%	1,040,000	405,475
2021-2025	3.00%	5,420,000	1,621,550		3.00-3.25%	5,645,000	1,539,825
2026-2029	3.00-4.00%	5,100,000	520,000		3.50-4.00%	5,210,000	517,425
Total		\$ 15,255,000	4,520,700			\$ 15,840,000	4,283,725

WaukeeCommunity School District
Notes to Financial Statements
June 30, 2015

(6) *Long-Term Liabilities (continued from previous page)*
Revenue Bonds (continued from previous page)

Year Ending June 30,	April 1, 2014 Issue			June 9, 2015 Issue		
	Interest Rates	Principal	Interest	Interest Rates	Principal	Interest
2016	5.00%	\$ 875,000	654,706	3.00%	\$ 1,065,000	654,305
2017	5.00%	915,000	610,957	5.00%	1,105,000	637,225
2018	5.00%	975,000	565,206	5.00%	1,150,000	581,975
2019	5.00%	995,000	516,456	5.00%	1,245,000	524,475
2020	5.00%	1,025,000	466,706	2.00%	1,330,000	462,225
2021-2025	3.00-5.00%	5,695,000	1,598,531	3.00%	7,420,000	1,745,525
2026-2029	3.25-4.00%	5,485,000	501,075	3.00-3.375%	6,675,000	549,615
Total		<u>\$ 15,965,000</u>	<u>4,913,637</u>		<u>\$ 19,990,000</u>	<u>5,155,345</u>

Total			
	Principal	Interest	Total
2016	\$ 3,810,000	2,324,836	6,134,836
2017	3,920,000	2,217,507	6,137,507
2018	4,065,000	2,069,256	6,134,256
2019	4,220,000	1,914,756	6,134,756
2020	4,385,000	1,753,506	6,138,506
2021-2025	24,180,000	6,505,431	30,685,431
2026-2029	22,470,000	2,088,115	24,558,115
Total	<u>\$ 67,050,000</u>	<u>18,873,407</u>	<u>85,923,407</u>

The district has pledged future statewide sales, services and use tax revenues to repay the \$67,050,000 bonds issued June 19, 2012, July 10, 2013, April 1, 2015 and June 9, 2015. The statewide sales, services and use tax revenue bonds were issued for the purpose of defraying a portion of the cost of school infrastructure. The bonds are payable solely from the proceeds of the statewide sales, services and use tax revenue received by the District. The bonds are not a general obligation of the District. However, the debt is subject to the constitutional debt limitation of the District. The total principal and interest remaining to be paid on the bonds is \$85,923,407. For the current year, principal of \$2,570,000 and interest of \$1,867,841 was paid on the bonds and total statewide sales and services tax revenues were \$7,867,527.

The resolution providing for the issuance of the statewide sales, services and use tax revenue bonds includes the following provisions:

- a) \$6,140,463 of the proceeds from the issuance of the revenue bonds shall be deposited to a reserve account to be used solely for the purpose of paying principal and interest on the bonds if insufficient money is available in the sinking account. The balance of the proceeds shall be deposited to the project account.
- b) All proceeds from the statewide sales, services and use tax shall be placed in a revenue account.
- c) Monies in the revenue account shall be disbursed to make deposits into a sinking account to pay the principal and interest requirements of the revenue bonds for the fiscal year.
- d) Any monies remaining in the revenue account after the required transfer to the sinking account may be transferred to the project account to be used for any lawful purpose.

The District complied with all of the revenue bond provisions during the year ended June 30, 2015.

WaukeCommunity School District
Notes to Financial Statements
June 30, 2015

(6) *Long-Term Liabilities (continued from previous page)*

General Obligation Bonds

During the year ended June 30, 2007 the district issued refunding General Obligation Bonds of \$4,435,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. During the year ended June 30, 2009 the district issued General Obligation Bonds of \$50,000,000 for capital facility construction. During the year ended June 30, 2010 the district issued refunding General Obligation Bonds of \$2,395,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. During the year ended June 30, 2010 the district issued refunding General Obligation Bonds of \$15,915,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. During the year ended June 30, 2011 the district issued General Obligation Bonds of \$10,000,000 for capital facility construction for the High School addition project. During the year ended June 30, 2012 the district issued refunding General Obligation Bonds of \$8,390,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. During the year ended June 30, 2015 the district issued refunding General Obligation Bonds of \$6,330,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. During the year ended June 30, 2015 the district issued General Obligation Bonds of \$18,900,000 for capital facility construction for Grant Ragan Elementary. During the year ended June 30, 2015 the district issued refunding General Obligation Bonds of \$2,745,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. Details of the District's June 30, 2015 general obligation bonded indebtedness are as follows:

Year Ending June 30,	July 1, 2006 Refunding Bond Issue			May 1, 2009 Issue		
	Interest Rates	Principal	Interest	Interest Rates	Principal	Interest
2016	3.50%	\$ 325,000	216,478	3.50%	\$ 1,385,000	1,886,456
2017	3.50%	340,000	205,102	4.00%	1,445,000	1,837,981
2018	3.50%	355,000	193,202	4.00%	1,500,000	1,780,181
2019	4.00%	375,000	180,778	4.00%	1,560,000	1,720,181
2020	4.00%	390,000	164,778	4.00%	1,560,000	1,449,031
2021-2025	3.65-4.00%	2,230,000	587,221	4.00-4.625%	13,240,000	6,244,245
2026-2028	4.00%	1,595,000	129,400	4.625-5.00%	16,665,000	1,465,925
Total		<u>\$ 5,610,000</u>	<u>1,676,959</u>		<u>\$ 37,355,000</u>	<u>16,384,000</u>

Year Ending June 30,	July 23, 2009 Refunding Bond Issue			April 1, 2010 Refunding Bond Issue		
	Interest Rates	Principal	Interest	Interest Rates	Principal	Interest
2016	3.85%	\$ 155,000	58,560	3.00%	\$ 505,000	416,150
2017	3.85%	200,000	52,592	3.00%	685,000	401,000
2018	3.85%	205,000	44,892	3.00%	765,000	380,450
2019	4.00%	400,000	37,000	3.00%	1,090,000	357,500
2020	4.00%	525,000	21,000	3.25%	2,380,000	324,800
2021-2025		-	-	3.50%	7,070,000	459,025
2026-2028		-	-		-	-
Total		<u>\$ 1,485,000</u>	<u>214,044</u>		<u>\$ 12,495,000</u>	<u>2,338,925</u>

WaukeCommunity School District
Notes to Financial Statements
June 30, 2015

(6) *Long-Term Liabilities (continued from previous page)*
General Obligation Bonds (continued from previous page)

Year Ending June 30,	July 13, 2011 Issue			June 5, 2012 Refunding Bond Issue		
	Interest Rates	Principal	Interest	Interest Rates	Principal	Interest
2016	1.50%	\$ 745,000	181,392	3.00%	\$ 190,000	246,150
2017	1.75%	765,000	170,218	3.00%	190,000	240,450
2018	2.00%	785,000	156,830	3.00%	195,000	234,750
2019	2.20%	805,000	141,130	3.00%	200,000	228,900
2020	2.35%	830,000	123,420	3.00%	385,000	222,900
2021-2025	2.55-3.10%	3,635,000	273,170	3.00%	7,045,000	676,350
2026-2028		-	-		-	-
Total		<u>\$ 7,565,000</u>	<u>1,046,160</u>		<u>\$ 8,205,000</u>	<u>1,849,500</u>

Year Ending June 30,	July 24, 2014 Refunding Bond Issue			August 13, 2014 Issue		
	Interest Rates	Principal	Interest	Interest Rates	Principal	Interest
2016	2.00%	\$ 1,680,000	126,600	4.00%	\$ 3,490,000	841,850
2017	2.00%	1,710,000	93,000	5.00%	2,805,000	702,250
2018	2.00%	1,705,000	58,800	5.00%	2,965,000	562,000
2019	2.00%	1,235,000	24,700	5.00%	3,120,000	413,750
2020		-	-	5.00%	1,300,000	257,750
2021-2025		-	-	5.00%	3,855,000	292,750
2026-2028		-	-		-	-
Total		<u>\$ 6,330,000</u>	<u>303,100</u>		<u>\$ 17,535,000</u>	<u>3,070,350</u>

Year Ending June 30,	March 24, 2015 Refunding Bond Issue			Total		
	Interest Rates	Principal	Interest	Principal	Interest	Total
2016	3.00%	\$ 220,000	87,298	\$ 8,695,000	\$ 4,060,934	12,755,934
2017	2.00%	845,000	67,000	8,985,000	3,769,593	12,754,593
2018	4.00%	825,000	50,100	9,300,000	3,461,205	12,761,205
2019	2.00%	855,000	17,100	9,640,000	3,121,039	12,761,039
2020		-	-	7,370,000	2,563,679	9,933,679
2021-2025		-	-	37,075,000	8,532,761	45,607,761
2026-2028		-	-	18,260,000	1,595,325	19,855,325
Total		<u>\$ 2,745,000</u>	<u>221,498</u>	<u>\$ 99,325,000</u>	<u>27,104,536</u>	<u>126,429,536</u>

(6) *Long-Term Liabilities (continued from previous page)*

Early Retirement

The District does not offer an early retirement plan each year. The District offered a voluntary early retirement plan to its employees in 2014-15. Eligible employees were at least 55 years old on June 30 and employees completed 10 years of continuous service to the District. Employees filed a letter of intent which was required to be approved by the Board of Education.

The early retirement incentive offered in 2014-15 for each eligible employee was equal to 50% of the current year's base salary. In addition, the District paid an amount equal to \$5,200 per year towards the cost of medical insurance until the employee becomes eligible for Medicare. The early retirement cash benefits were paid in July following the start of retirement into a tax shelter annuity in the State of Iowa plan of the employees' choice. Early retirement benefits are paid by the Special Revenue, Management Levy Fund.

At June 30, 2015, the District has obligations to 25 participants with a total liability of \$686,319. Actual early retirement expenditures for the year ended June 30, 2015 totaled \$77,100. The early retirement is recorded as a long-term liability of the governmental activities in the government-wide financial statements.

(7) **Advance Refunding**

On July 24, 2014, the District issued \$6,330,000 in general obligation bonds to advance refund \$6,370,000 of outstanding general obligation bonds dated February 1, 2005 and April 1, 2008. The proceeds of the refunding issue have been placed in an irrevocable escrow account and have been invested in U.S. Government obligations which have been certified to be sufficient to pay all principal and interest on the refunded bonds. The new advance refunding bonds have been added to the appropriate financial statements and schedules. The district remains contingently liable in the remote possibility the account is insufficient to pay the refunding bonds. At June 30, 2015, \$0 of such bonds is outstanding. Principal of \$6,370,000 and interest of \$107,962 was paid on the bond during the fiscal year ended June 30, 2015. This advance refunding was undertaken to reduce total debt service payments over the next ten years by \$637,313 and resulted in an economic gain of \$542,439.

On March 24, 2015, the District issued \$2,745,000 in general obligation bonds to advance refund \$2,830,000 of outstanding general obligation bonds dated July 1, 2006. The proceeds of the refunding issue have been placed in an irrevocable escrow account and have been invested in U.S. Government obligations which have been certified to be sufficient to pay all principal and interest on the refunded bonds. The new advance refunding bonds have been added to the appropriate financial statements and schedules. The district remains contingently liable in the remote possibility the account is insufficient to pay the refunding bonds. At June 30, 2015, \$0 of such bonds is outstanding. Principal of \$2,830,000 and interest of \$0 was paid on the bond during the fiscal year ended June 30, 2015. This advance refunding was undertaken to reduce total debt service payments over the next four years by \$206,265 and resulted in an economic gain of \$201,198.

During the year ended June 30, 2014, the District advance funded \$1,670,000 of general obligation bonds dated May 1, 2009. The pre-levy property taxes were placed in an irrevocable escrow account and have been invested in U.S. Government obligations which have been certified to be sufficient to pay all principal and interest on the refunded bonds. This advance refunding was undertaken to reduce total debt service payments over the next fifteen years by \$2,421,500 and resulted in an economic gain of \$856,482.

During the year ended June 30, 2013, the District advance funded \$2,505,000 of general obligation bonds dated May 1, 2009. The pre-levy property taxes were placed in an irrevocable escrow account and have been invested in U.S. Government obligations which have been certified to be sufficient to pay all principal and interest on the refunded bonds. This advance refunding was undertaken to reduce total debt service payments over the next fifteen years by \$3,632,250 and resulted in an economic gain of \$1,242,554.

(8) Operating Leases

The District is obligated under an equipment lease for two trucks and a SUV. These leases are accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations and therefore are not included as capital assets or long-term liabilities in the Government-wide financial statements. The agreement provides for monthly lease payments of \$482 for the truck, \$425 for the SUV, and \$440 for the truck. The total payments under the lease agreement for the year ended June 30, 2015 were \$14,853.

The total annual lease payments under the lease agreements are as follows:

Year ending June 30,	Truck Lease	SUV Lease	Truck Lease	Total Leases
2016	\$ 5,788	5,100	5,287	10,387
2017	482	4,250	5,287	9,537
2018	-	-	881	881
	<u>\$ 6,270</u>	<u>9,350</u>	<u>11,455</u>	<u>20,805</u>

(9) Pension Plan

Plan Description - IPERS membership is mandatory for employees of the District, except for those covered by another retirement system. Employees of the District are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by Iowa Public Employees' Retirement System (IPERS). IPERS issues a stand-alone financial report which is available to the public by mail at 7401 Register Drive P.O. Box 9117, Des Moines, Iowa 50306-9117 or at www.ipers.org.

IPERS benefits are established under Iowa Code chapter 97B and the administrative rules thereunder. Chapter 97B and the administrative rules are the official plan documents. The following brief description is provided for general informational purposes only. Refer to the plan documents for more information.

Pension Benefits - A regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is age 65, anytime after reaching age 62 with 20 or more years of covered employment, or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. (These qualifications must be met on the member's first month of entitlement to benefits.) Members cannot begin receiving retirement benefits before age 55. The formula used to calculate a Regular member's monthly IPERS benefit includes:

- A multiplier (based on years of service).
- The member's highest five-year average salary. (For members with service before June 30, 2012, the highest three-year average salary as of that date will be used if it is greater than the highest five-year average salary.)

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25 percent for each month that the member receives benefits before the member's earliest normal retirement age. For service earned starting July 1, 2012, the reduction is 0.50 percent for each month that the member receives benefits before age 65.

Generally, once a member selects a benefit option, a monthly benefit is calculated and remains the same for the rest of the member's lifetime. However, to combat the effects of inflation, retirees who began receiving benefits prior to July 1990 receive a guaranteed dividend with their regular November benefit payments.

Disability and Death Benefits - A vested member who is awarded federal Social Security disability or Railroad Retirement disability benefits is eligible to claim IPERS benefits regardless of age. Disability benefits are not reduced for early retirement. If a member dies before retirement, the member's beneficiary will receive a lifetime annuity or a lump-sum payment equal to the present actuarial value of the member's accrued benefit or calculated with a set formula, whichever is greater. When a member dies after retirement, death benefits depend on the benefit option the member selected at retirement.

WaukeegCommunity School District
Notes to Financial Statements
June 30, 2015

(9) Pension Plan (Continued)

Contributions - Effective July 1, 2012, as a result of a 2010 law change, the contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. Statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires that the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30-year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll, based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal year 2015, pursuant to the required rate, Regular members contributed 5.95 percent of pay and the District contributed 8.93 percent for a total rate of 14.88 percent.

The District's contributions to IPERS for the year ended June 30, 2015 were \$4,429,134.

Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2015, the District reported a liability of \$27,004,770 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2014, the District's collective proportion was 0.667265 percent, which was an increase of 0.039587 from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the District recognized pension expense of \$2,444,875. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expensed and actual experience	\$ 293,489	-
Changes of assumptions	1,191,781	-
Net difference between projected and actual earnings on pension plan investments	-	10,298,842
Changes in proportion and differences between District contributions and proportionate share of contributions	1,813,235	-
District contributions subsequent to the measurement date	4,429,134	-
Total	\$ 7,727,639	10,298,842

\$4,429,134 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

WaukeegCommunity School District
Notes to Financial Statements
June 30, 2015

(9) Pension Plan (Continued)

Year Ended	
June 30,	
2016	\$ (1,804,032)
2017	(1,804,032)
2018	(1,804,032)
2019	(1,804,032)
2020	215,791
Total	<u>\$ (7,000,337)</u>

There were no non-employer contributing entities at IPERS.

Actuarial Assumptions - The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of inflation (effective June 30, 2014)	3.00 percent per annum
Rates of salary increase (effective June 30, 2010)	4.00 to 17.00 percent, average, including inflation. Rates vary by membership group.
Long-term investment rate of return (effective June 30, 1996)	7.50 percent, compounded annually, net of investment expense, including inflation

The actuarial assumptions used in the June 30, 2014 valuation were based on the results of actuarial experience studies with dates corresponding to those listed above.

Mortality rates were based on the RP-2000 Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale AA.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
US Equity	23%	6.31
Non US Equity	15%	6.76
Private Equity	13%	11.34
Real Estate	8%	3.52
Core Plus Fixed Income	28%	2.06
Credit Opportunities	5%	3.67
TIPS	5%	1.92
Other Real Assets	2%	6.27
Cash	1%	(0.69)
Total	<u>100%</u>	

WaukeegCommunity School District
Notes to Financial Statements
June 30, 2015

(9) Pension Plan (Continued)

Discount Rate - The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the contractually required rate and that contributions from the District will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate.

	1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
District's proportionate share of the net pension liability	\$51,024,755	\$27,004,770	\$6,729,415

Pension Plan Fiduciary Net Position - Detailed information about the pension plan's fiduciary net position is available in the separately issued IPERS financial report which is available on IPERS' website at www.ipers.org.

Payables to the Pension Plan - At June 30, 2015, the District reported payables to the defined benefit pension plan of \$363,965 for legally required employer contributions and \$242,508 for legally required employee contributions which had been withheld from employee wages but not yet remitted to IPERS.

(10) Other Post-Employment Benefits (OPEB)

Plan Description - The District operates a single-employer retiree benefit plan which provides medical and prescription drug benefits for retirees and their spouses. There are 971 active and 19 retired members in the plan. Participants must be age 55 or older at retirement and must have been employed full time by the District for a minimum of 15 consecutive years prior to the retirement year.

The medical/prescription drug coverage provides eligible retirees with health care coverage through one of two medical plans offered through Wellmark: Blue Access HMO and Alliance Select PPO. Retirees under age 65 pay the same premium for the medical/prescription drug benefit as active employees, which results in an implicit subsidy and an OPEB liability.

Funding Policy - The contribution requirements of plan members are established and may be amended by the District. The District currently finances the retiree benefit plan on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation - The District's annual OPEB cost is calculated based on the annual required contribution (ARC) of the District, an amount actuarially determined in accordance with GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years.

The following table shows the components of the District's annual OPEB cost for the years ended June 30, 2015, 2014 and 2013 the amount actually contributed to the plan and changes in the District's net OPEB obligation:

WaukeegCommunity School District
Notes to Financial Statements
June 30, 2015

(10) *Other Post-Employment Benefits (OPEB) (continued from previous page)*

	2015	2014	2013
Annual required contribution	\$ 896,000	663,000	663,000
Interest on net OPEB obligation	153,000	135,820	111,000
Adjustment to annual required contribution	(133,000)	(115,463)	(94,000)
Annual OPEB cost	916,000	683,357	680,000
Contributions made	(76,839)	(108,305)	(134,430)
Increase in net OPEB obligation	839,161	575,052	545,570
Net OPEB obligation beginning of year	3,593,263	3,018,211	2,472,641
Net OPEB obligation end of year	\$ 4,432,424	3,593,263	3,018,211

For calculation of the net OPEB obligation, the actuary has used the valuation day as July 1, 2014. The end of year net OPEB obligation was calculated by the actuary as the cumulative difference between the actuarially determined funding requirements and the actual contributions for the year ended June 30, 2015.

For the year ended June 30, 2015, the District contributed \$76,839. Retiree and active members receiving benefits contributed \$53,887 through their required contribution based on which plan the employee belongs to and whether single or family coverage is elected.

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation as of June 30, 2015 are summarized as follows:

Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2013	\$ 680,000	19.77%	\$ 3,018,211
June 30, 2014	683,357	15.85%	3,593,263
June 30, 2015	916,000	8.39%	4,432,424

Funded Status and Funding Progress - As of July 1, 2014, the most recent actuarial valuation date for the period July 1, 2014 through June 30, 2016, the actuarial accrued liability was \$4,875,000, with no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$4,875,000. The covered payroll (annual payroll of active employees covered by the plan) was approximately \$50,106,700 and the ratio of the UAAL to covered payroll was 9.7%. As of June 30, 2015, there were no trust fund assets.

Actuarial Methods and Assumptions - Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the health care cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as Required Supplementary Information in the section following the Notes to Financial Statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the plan as understood by the employer and the plan members and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

WaukeCommunity School District
Notes to Financial Statements
June 30, 2015

(10) *Other Post-Employment Benefits (OPEB) (continued from previous page)*

As of the July 1, 2012 actuarial valuation date, the projected unit credit actuarial cost method was used. The actuarial assumption includes a 4.5% discount rate based on the District’s funding policy. The projected annual medical trend rate is 11%. The ultimate medical trend rate is 5%. The medical trend rate is reduced 0.5% each year until reaching the 5% ultimate trend rate. Both rates include a 0% inflation rate assumption.

Mortality rates are from the RP2000 Group Annuity Mortality Table, applied on a gender-specific basis. Annual retirement and termination probabilities were developed from the retirement probabilities from the IPERS Actuarial Report as of June 30, 2014 and applying the termination factors used in the IPERS Actuarial Report as of June 30, 2014.

The District will pay an amount not to exceed \$5,200 per year toward the cost of the single medical insurance premium. Premium amounts in excess of \$5,200 annually will be the responsibility of the retiree. This allowance is available each year until the employee becomes eligible for Medicare. Employees may not choose to receive the insurance allowance in cash in lieu of medical coverage.

There are currently 7 grandfathered retirees receiving a subsidy for the District under different retirement provisions. Below is a description of the monthly subsidy levels by retirement year paid by the District.

Date Retired	HMO	PPO
Through 6/30/06	100% of current premium	100% of current premium
7/1/06 thru 6/30/07	\$ 270.46	\$ 338.71
7/1/07 thru 6/30/08	265.05	331.94
7/1/08 thru 6/30/09	261.96	339.45

Per capita health claim costs are developed by age adjusting the premiums shown above.

The age 60 per capita health claim costs for retirees and spouses are as follows:

Per Capita Cost	HMO	PPO
Premium	\$ 8,150	\$ 10,186

The salary increase rate was assumed to be 3.5% per year. The UAAL is being amortized as a level percentage of projected payroll expense on an open basis over 30 years.

(11) Risk Management

Wauke Community School District is exposed to various risks of loss related to torts; theft; damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. The District assumes liability for any deductibles and claims in excess of coverage limitations. During the year ended June 30, 2015, there were no significant reductions in coverage. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Partial Self-Funded Dental Insurance Plan

The District began a partial self-funded dental insurance plan during the year ended June 30, 2005. The plan is administered through a service agreement with Seabury and Smith. The District assumes liability for a maximum of the first \$1,000 of dental claims for each employee who participates in the plan. Employees participating in the plan are charged a premium each year to cover any estimated costs of the plan. The District reports the plan in the Internal Service, Self-Funded Dental Plan Fund. There was no claims liability at June 30, 2015.

A reconciliation of changes in the aggregate liabilities for claims for year ending is as follows:

WaukeCommunity School District
Notes to Financial Statements
June 30, 2015

(11) *Risk Management (continued from previous page)*

	2015	2014
Unpaid claims at beginning of year	\$ -	-
Incurred claims	371,383	309,440
Payment	371,383	309,440
Unpaid claims at end of year	<u>\$ -</u>	<u>-</u>

Self-Funded Health Insurance Plan

The District began a partial self-funded health insurance plan during the year ended June 30, 2013. The District has established the internal service fund to account for premium and claim payments for a self-insured group health insurance plan for the District's employees to meet potential losses from medical claims. The District purchases commercial insurance to provide for aggregate stop-loss coverage for the excess of 125 percent of estimated claims for the plan year and specific stop-loss reinsurance coverage for the excess \$120,000 in insured claims for any one covered individual. Settled claims have not exceeded the commercial coverage in any of the past three calendar years.

Payments are made to the plan based on actuarial estimates of amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Claims payable include all known claims and an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are estimated by considering the effects of inflation, recent claim settlement trends, including frequency and amount of pay-outs and other economic and social factors.

Changes in the balances of claims payable during the years ended June 30, 2015 and 2014 are as follows:

	2015	2014
Unpaid claims at beginning of year	\$ 559,189	-
Incurred claims	4,610,111	3,727,926
Payment	4,477,784	3,168,737
Unpaid claims at end of year	<u>\$ 691,516</u>	<u>559,189</u>

Each participating fund makes payments to the self-insurance fund for amounts which are determined based on historical claims experience. Such payments are displayed on the financial statements as revenues and expenditures/expenses. There have been no significant reductions in insurance coverage from the past three years.

(12) Area Education Agency

The District is required by the Code of Iowa to budget for its share of special education support, media and educational services provided through the area education agency. The District's actual amount for this purpose totaled \$3,509,601 for the year ended June 30, 2015 and is recorded in the General Fund by making a memorandum adjusting entry to the financial statements.

(13) Construction Commitments

The District has active construction projects as of June 30, 2015. The projects include construction on the 8-9 Timberline building project, Wauke Innovation and Learning Center building project, HS Stadium HVAC project, HS Security project, Bus Barn building project, Grant Ragan Elementary building project, Brookview Elementary HVAC project and Eason Elementary roof project. At the end of the year, the District paid \$39,001,034 with \$22,360,061 of outstanding contract agreements to be paid upon completion of the capital projects.

WaukeCommunity School District
Notes to Financial Statements
June 30, 2015

(14) Disaggregation of Receivables and Payables

Receivables and payables are disaggregated on the face of the basic financial statements. All receivables are expected to be collected within the next year.

(15) Due from Other Governments

Amount due from other governments by Fund as of June 30, 2015 are as follows:

	Governmental Activities			Business Type	Grand Total
	General Fund	Capital Projects Fund	Debt Service Fund	Activities	
				Nonmajor Enterprise Fund	
Local sources:					
Tuition	\$ 402,529	-	-	-	402,529
Statewide sales, services and use tax	-	1,219,203	-	-	1,219,203
Catering	-	-	-	1,345	1,345
	<u>402,529</u>	<u>1,219,203</u>	<u>-</u>	<u>1,345</u>	<u>1,623,077</u>
State sources:					
Non-public transportation	266,800	-	-	-	266,800
Foster care special ed claim	14,455	-	-	-	14,455
District court care claim	33,429	-	-	-	33,429
Vocational aid	5,916	-	-	-	5,916
Military credit	370	52	98	-	520
	<u>320,970</u>	<u>52</u>	<u>98</u>	<u>-</u>	<u>321,120</u>
Federal sources:					
Title I	77,777	-	-	-	77,777
Title I SINA	2,929	-	-	-	2,929
Title VIA	40,385	-	-	-	40,385
AP Testing	930	-	-	-	930
Perkins	3,231	-	-	-	3,231
Medicaid	190,411	-	-	-	190,411
	<u>315,663</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>315,663</u>
Total due from other governments	<u>\$ 1,039,162</u>	<u>1,219,255</u>	<u>98</u>	<u>1,345</u>	<u>2,259,860</u>

WaukeCommunity School District
Notes to Financial Statements
June 30, 2015

(16) Restricted Categorical Funds

The District's restricted fund balance for categorical funds at June 30, 2015 is comprised of the following programs:

Program	Amount
Beginning teacher mentoring and induction program	\$ 14,156
Teacher salary supplement	148,308
Educator quality, model core curriculum	307,225
Educator quality, professional development	207,334
Returning dropouts and dropout prevention programs	65,225
Sucessful progression for early readers	110,549
Total categorical funding	<u>\$ 852,797</u>

(17) Reconciliation of Governmental Fund Balances to Net Position

The following is the detailed reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position.

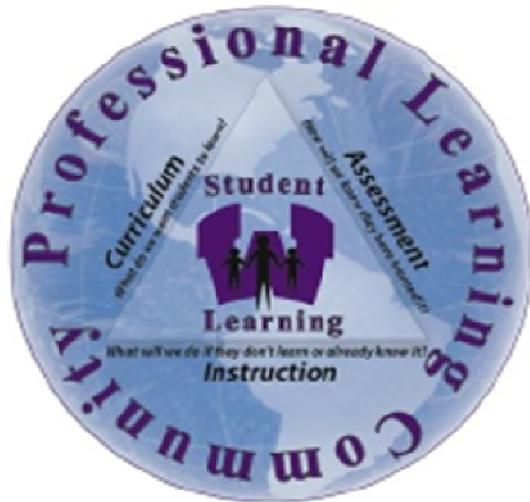
	Net investment in Capital Assets	Management Levy	Unassigned/ Unrestricted
Fund balance (Exhibit C)	\$ -	3,884,539	6,893,521
Capital assets, net of accumulated depreciation	211,978,737	-	-
General obligation bond capitalized indebtedness	(102,297,082)	-	-
Revenue bond capitalized indebtedness	(68,740,087)	-	-
Capital loan note capitalized indebtedness	(2,715,000)	-	-
Early retirement payable	-	(686,319)	-
Accrued interest payable	-	-	(910,652)
Internal service net position	-	-	1,969,194
Inventories	-	-	56,551
Compensated absences payable	-	-	(391,966)
Net pension liability	-	-	(25,663,491)
Net OPEB liability	-	-	(4,140,277)
Pension related deferred outflows	-	-	7,353,686
Pension related deferred inflows	-	-	(9,800,464)
Net position (Exhibit A)	<u>\$ 38,226,568</u>	<u>3,198,220</u>	<u>(24,633,898)</u>

WaukeCommunity School District
Notes to Financial Statements
June 30, 2015

(18) Accounting Change/Restatement

Governmental Accounting Standards Board Statement No. 68, Accounting and Financial Reporting for Pensions – an Amendment of GASB No. 27 was implemented during fiscal year 2015. The revised requirements establish new financial reporting requirements for state and local governments which provide their employees with pension benefits, including additional note disclosures and required supplementary information. In addition, GASB No. 68 requires a state or local government employer to recognize a net pension liability and changes in the net pension liability, deferred outflows of resources and deferred inflows of resources which arise from other types of events related to pensions. During the transition year, as permitted, beginning balances for deferred outflows of resources and deferred inflows of resources will not be reported, except for deferred outflows of resources related to contributions made after the measurement date of the beginning net pension liability which is required to be reported by Governmental Accounting Standards Board Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date. The District also consolidated the Community Daycare and Community Education into one Community Education fund. The Community Education fund was overseeing the Community Daycare fund and was operated similarly as a community education program. Beginning net position for governmental and business type activities were restated to retroactively report the beginning net pension liability, deferred outflows of resources related to contributions made after the measurement date and Community Daycare fund closure, as follows:

	Governmental Activities	Business-type Activities			Total
		School Nutrition	Community Daycare	Community Education	
Net position June 30, 2014, as previously reported	\$ 92,178,318	3,251,298	1,389,573	(45,556)	4,595,315
Change in accounting for community daycare as part of community education fund	-	-	(1,389,573)	1,389,573	-
Net pension liability at June 30, 2014	(33,784,873)	(1,041,854)	-	(712,417)	(1,754,271)
Deferred outflows of resources related to contributions made after June 30, 2013 measurement date	3,786,365	116,645	-	75,902	192,547
Net position July 1, 2014, as restated	\$ 62,179,810	2,326,089	-	707,502	3,033,591



Required Supplementary Information

Waukee Community School District
Budgetary Comparison Schedule of Revenues, Expenditures and Changes in Balances
Budget and Actual - All Governmental Funds and Proprietary Funds
Required Supplementary Information
Year ended June 30, 2015

	Governmental Funds Actual	Proprietary Funds Actual	Total Actual	Budgeted	Budgeted	Final to Actual Variance- Positive (Negative)
				Amounts	Amounts	
				Original	Final	
Revenues:						
Local sources	\$ 51,554,361	5,356,383	56,910,744	54,229,680	54,229,680	2,681,064
State sources	52,001,373	33,065	52,034,438	49,332,167	49,332,167	2,702,271
Federal sources	1,502,340	1,228,511	2,730,851	1,993,237	1,993,237	737,614
Total revenues	105,058,074	6,617,959	111,676,033	105,555,084	105,555,084	6,120,949
Expenditures:						
Instruction	55,124,891	-	55,124,891	53,360,000	55,000,000	(124,891)
Support services	23,214,331	270,371	23,484,702	23,330,000	24,000,000	515,298
Non-instructional programs	-	6,601,806	6,601,806	5,700,000	6,900,000	298,194
Other expenditures	45,651,224	-	45,651,224	74,761,478	74,761,478	29,110,254
Total expenditures	123,990,446	6,872,177	130,862,623	157,151,478	160,661,478	29,798,855
Deficiency of revenues under expenditures	(18,932,372)	(254,218)	(19,186,590)	(51,596,394)	(55,106,394)	35,919,804
Other financing sources (uses), net	41,501,248	740,091	42,241,339	55,585,000	55,585,000	(13,343,661)
Excess of revenues and other financing sources over expenditures	22,568,876	485,873	23,054,749	3,988,606	478,606	22,576,143
Balances beginning of year	44,413,687	3,033,591	47,447,278	33,827,447	33,827,447	13,619,831
Balances end of year	\$ 66,982,563	3,519,464	70,502,027	37,816,053	34,306,053	36,195,974

See accompanying independent auditor's report.

(1) Basis of Presentation

The District operates within the budget requirements for school districts as specified by state law and as prescribed by the Iowa Department of Management. Budgets are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP).

For the fiscal year beginning July 1, a proposed budget is adopted by the Board and filed with the County Auditor no later than April 15. The budget is certified by the County Auditor to the Department of Management.

Once adopted, the budget can be amended by the Board. The amendment must be published and a public hearing conducted prior to the amendment. Any amendments must be certified to the County Auditor no later than May 31. The proposed expenditure budget is advertised in the local newspaper, together with a notice of public hearing. During the year ended June 30, 2015, the District adopted a budget amendment increasing budgeted expenditures by \$3,510,000.

The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is the functional area for a budgeted governmental and enterprise funds in total, rather than by individual fund type. Formal and legal budgetary control is based on four major classes of expenditures known as functional areas. These four functional areas are instruction, support services, non-instructional programs and other expenditures. During the year ended June 30, 2015, the District over-expended the instruction functional area by \$124,891. The Code of Iowa also provides that District expenditures in the General Fund may not exceed the amount authorized by the school finance formula. Authorized expenditures cannot exceed the lesser of the certified budget plus any allowable amendments, or the authorized budget, which is the sum of the District's cost for that year plus the actual miscellaneous income received for that year plus the actual unspent balance from the preceding year. Appropriations, as adopted and amended, lapse at the end of the fiscal year.

The District is required by the Code of Iowa to budget for its share of media, education services and special education support provided through the local area education agency. The District's actual amount for this purpose totaled \$3,509,601 for the year ended June 30, 2015.

Waukee Community School District
Schedule of Funding Progress for the Retiree Health Plan
Required Supplementary Information
Year ended June 30, 2015

Year Ended June 30,	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
2011	July 1, 2010	\$ -	5,253,000	5,253,000	0.0%	31,893,162	16.5%
2012	July 1, 2010	-	5,253,000	5,253,000	0.0%	37,224,617	14.1%
2013	July 1, 2012	-	3,974,000	3,974,000	0.0%	40,908,492	9.7%
2014	July 1, 2012	-	3,974,000	3,974,000	0.0%	46,257,859	8.6%
2015	July 1, 2014	-	4,875,000	4,875,000	0.0%	50,106,700	9.7%

See Note 10 in the accompanying Notes to Financial Statements for the plan description, funding policy, annual OPEB cost, net OPEB obligation funded status and funding progress.

See accompanying independent auditor's report.

Waukee Community School District
Schedule of District's Proportionate Share of the Net Pension Liability
Iowa Public Employees' Retirement System
Last Fiscal Year*
(In Thousands)
Required Supplementary Information

	<u>2015</u>
District's proportion of the net pension liability	0.667265%
District's proportionate share of the net pension liability	\$27,005
District's covered-employee payroll	\$45,000
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	60.01%
Plan fiduciary net position as a percentage of the total pension liability	87.61%

* The amounts presented for each fiscal year were determined as of June 30.

See accompanying independent auditor's report.

Note: GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

Waukee Community School District
Schedule of District Contributions
Iowa Public Employees' Retirement System
Last Ten Fiscal Years
(In Thousands)
Required Supplementary Information

	2015	2014	2013	2012
Statutorily required contribution	\$4,429	\$4,018	\$3,573	\$3,040
Contributions in relation to the statutorily required contribution	(4,429)	(4,018)	(3,573)	(3,040)
Contribution deficiency (excess)	\$0	\$0	\$0	\$0
District's covered-employee payroll	\$49,598	\$45,000	\$41,214	\$37,673
Contributions as a percentage of covered-employee payroll	8.93%	8.93%	8.67%	8.07%

See accompanying independent auditor's report.

2011	2010	2009	2008	2007	2006
\$2,389	\$2,169	\$1,889	\$1,542	\$1,234	\$1,042
(2,389)	(2,169)	(1,889)	(1,542)	(1,234)	(1,042)
\$0	\$0	\$0	\$0	\$0	\$0
\$34,377	\$32,615	\$29,741	\$25,489	\$21,456	\$18,122
6.95%	6.65%	6.35%	6.05%	5.75%	5.75%

Waukee Community School District
Notes to Required Supplementary Information – Pension Liability
Year ended June 30, 2015

Changes of benefit terms:

Legislation passed in 2010 modified benefit terms for current Regular members. The definition of final average salary changed from the highest three to the highest five years of covered wages. The vesting requirement changed from four years of service to seven years. The early retirement reduction increased from 3 percent per year measured from the member's first unreduced retirement age to a 6 percent reduction for each year of retirement before age 65.

In 2008, legislative action transferred four groups – emergency medical service providers, county jailers, county attorney investigators, and National Guard installation security officers – from Regular membership to the protection occupation group for future service only.

Benefit provisions for sheriffs and deputies were changed in the 2004 legislative session. The eligibility for unreduced retirement benefits was lowered from age 55 by one year each July 1 (beginning in 2004) until it reached age 50 on July 1, 2008. The years of service requirement remained at 22 or more. Their contribution rates were also changed to be shared 50-50 by the employee and employer, instead of the previous 40-60 split.

Changes of assumptions:

The 2014 valuation implemented the following refinements as a result of a quadrennial experience study:

- Decreased the inflation assumption from 3.25 percent to 3.00 percent
- Decreased the assumed rate of interest on member accounts from 4.00 percent to 3.75 percent per year.
- Adjusted male mortality rates for retirees in the Regular membership group.
- Reduced retirement rates for sheriffs and deputies between the ages of 55 and 64.
- Moved from an open 30 year amortization period to a closed 30 year amortization period for the UAL beginning June 30, 2014. Each year thereafter, changes in the UAL from plan experience will be amortized on a separate closed 20 year period.

The 2010 valuation implemented the following refinements as a result of a quadrennial experience study:

- Adjusted retiree mortality assumptions.
- Modified retirement rates to reflect fewer retirements.
- Lowered disability rates at most ages.
- Lowered employment termination rates
- Generally increased the probability of terminating members receiving a deferred retirement benefit.
- Modified salary increase assumptions based on various service duration.

The 2007 valuation adjusted the application of the entry age normal cost method to better match projected contributions to the projected salary stream in the future years. It also included in the calculation of the UAL amortization payments the one-year lag between the valuation date and the effective date of the annual actuarial contribution rate.

The 2006 valuation implemented the following refinements as a result of a quadrennial experience study:

- Adjusted salary increase assumptions to service based assumptions.
- Decreased the assumed interest rate credited on employee contributions from 4.25 percent to 4.00 percent.
- Lowered the inflation assumption from 3.50 percent to 3.25 percent.
- Lowered disability rates for sheriffs and deputies and protection occupation members.

Supplementary Information

Schedule 1

**Waukee Community School District
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2015**

	Special Revenue		
	Management	Student Activity	Total
Assets			
Current assets:			
Cash and pooled investments	\$ 3,894,006	484,619	4,378,625
Receivables:			
Accounts	-	5,496	5,496
Total assets	\$ 3,894,006	490,115	4,384,121
Liabilities, Deferred Inflows of Resources and Fund Balances			
Current liabilities:			
Accounts payable	\$ 1,867	24,870	26,737
Salaries and benefits payable	-	6,338	6,338
Deposits payable	7,600	-	7,600
Total liabilities	<u>9,467</u>	<u>31,208</u>	<u>40,675</u>
Fund balances:			
Restricted for:			
Management levy purposes	3,884,539	-	3,884,539
Student activities	-	458,907	458,907
Total fund balances	<u>3,884,539</u>	<u>458,907</u>	<u>4,343,446</u>
Total liabilities, deferred inflows of resources and fund balances	\$ 3,894,006	490,115	4,384,121

See accompanying independent auditor's report.

Schedule 2

Waukee Community School District
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
Year ended June 30, 2015

	Special Revenue		
	Management	Student Activity	Total
Revenues:			
Local sources:			
Other	\$ 23,045	1,185,910	1,208,955
Total revenues	23,045	1,185,910	1,208,955
Expenditures:			
Current:			
Instruction:			
Regular	295,141	-	295,141
Other	-	1,231,584	1,231,584
Support services:			
Administration	2,000	-	2,000
Operation and maintenance of plant	339,197	-	339,197
Total expenditures	636,338	1,231,584	1,867,922
Deficiency of revenues under expenditures	(613,293)	(45,674)	(658,967)
Fund balances beginning of year	4,497,832	504,581	5,002,413
Fund balances end of year	\$ 3,884,539	458,907	4,343,446

See accompanying independent auditor's report.

Waukee Community School District
Combining Balance Sheet
Capital Project Accounts
June 30, 2015

	Capital Projects			
	Statewide Sales, Services and Use Tax	Physical Plant and Equipment Levy	Other Capital Projects	Total
Assets				
Cash and pooled investments	\$ 42,982,062	1,769,105	12,545,063	57,296,230
Receivables:				
Property tax:				
Delinquent	-	8,001	-	8,001
Succeeding year	-	5,715,224	-	5,715,224
Due from other governments	1,219,203	52	-	1,219,255
Total assets	\$ 44,201,265	7,492,382	12,545,063	64,238,710
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities:				
Accounts payable	\$ 2,167,555	11,253	2,298,952	4,477,760
Contracts payable	122,000	-	-	122,000
Total liabilities	2,289,555	11,253	2,298,952	4,599,760
Deferred inflows of resources:				
Unavailable revenues:				
Succeeding year property tax	-	5,715,224	-	5,715,224
Total deferred inflows of resources	-	5,715,224	-	5,715,224
Fund balances:				
Restricted for:				
Debt service	6,140,463	-	-	6,140,463
School infrastructure	35,771,247	-	10,246,111	46,017,358
Physical plant and equipment	-	1,765,905	-	1,765,905
Total fund balances	41,911,710	1,765,905	10,246,111	53,923,726
Total liabilities, deferred inflows of resources and fund balances	\$ 44,201,265	7,492,382	12,545,063	64,238,710

See accompanying independent auditor's report.

Schedule 4

Waukee Community School District
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Capital Project Accounts
Year ended June 30, 2015

	Capital Projects			Total
	Statewide Sales, Services and Use Tax	Physical Plant and Equipment Levy	Other Capital Projects	
Revenues:				
Local sources:				
Local tax	\$ -	5,270,591	-	5,270,591
Other	40,380	1,462	10,665	52,507
State sources	7,867,527	111,891	-	7,979,418
Total revenues	<u>7,907,907</u>	<u>5,383,944</u>	<u>10,665</u>	<u>13,302,516</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	49,611	-	49,611
Support services:				
Instructional staff	-	469,542	-	469,542
Administration	59,079	1,780	6,807	67,666
Operation and maintenance of plant	-	75,409	-	75,409
Other expenditures:				
Facilities acquisition	13,383,736	706,180	10,395,246	24,485,162
Debt issuance costs	58,884	-	56,439	115,323
Total expenditures	<u>13,501,699</u>	<u>1,302,522</u>	<u>10,458,492</u>	<u>25,262,713</u>
Excess (Deficiency) of revenues over (under) expenditures	(5,593,792)	4,081,422	(10,447,827)	(11,960,197)
Other financing sources (uses):				
Issuance of general obligation bonds	-	-	18,900,000	18,900,000
Issuance of revenue bonds	19,990,000	-	-	19,990,000
Premium on the issuance of debt	451,791	-	2,539,428	2,991,219
Discount on the issuance of debt	(229,437)	-	(22,583)	(252,020)
Sale of real property	-	20,000	-	20,000
Transfers in	727,774	-	-	727,774
Transfers out	(4,439,591)	(2,834,700)	(727,774)	(8,002,065)
Total other financing uses	<u>16,500,537</u>	<u>(2,814,700)</u>	<u>20,689,071</u>	<u>34,374,908</u>
Excess of revenues and other financing source over expenditures and other financing uses	10,906,745	1,266,722	10,241,244	22,414,711
Fund balances beginning of year	<u>31,004,965</u>	<u>499,183</u>	<u>4,867</u>	<u>31,509,015</u>
Fund balances end of year	<u>\$ 41,911,710</u>	<u>1,765,905</u>	<u>10,246,111</u>	<u>53,923,726</u>

See accompanying independent auditor's report.

Waukee Community School District
Combining Schedule of Net Position
Proprietary Funds
June 30, 2015

	Business Type Activities			Governmental Activities			
	Nonmajor Enterprise Funds			Internal Service Funds			
	School Nutrition	Community Education	Total	Flexible Benefits	Self-funded Dental Plan	Self-funded Health Plan	Total
Assets							
Current assets:							
Cash and pooled investments	\$ 1,615,247	1,587,796	3,203,043	197,406	444,907	2,018,397	2,660,710
Receivables:							
Accounts	891	30,607	31,498	-	-	-	-
Due from other governments	1,345	-	1,345	-	-	-	-
Inventories	50,131	18,220	68,351	-	-	-	-
Total current assets	1,667,614	1,636,623	3,304,237	197,406	444,907	2,018,397	2,660,710
Noncurrent assets:							
Capital assets:							
Equipment	4,019,220	98,697	4,117,917	-	-	-	-
Accumulated depreciation	(1,839,020)	(55,576)	(1,894,596)	-	-	-	-
Total noncurrent assets	2,180,200	43,121	2,223,321	-	-	-	-
Total assets	3,847,814	1,679,744	5,527,558	197,406	444,907	2,018,397	2,660,710
Deferred Outflows of Resources							
Pension related deferred outflows	226,541	147,412	373,953	-	-	-	-
Liabilities							
Current liabilities:							
Accounts payable	10,145	54,069	64,214	-	-	-	-
Salaries and benefits payable	3,933	63,109	67,042	-	-	-	-
Compensated absences	6,132	14,450	20,582	-	-	-	-
Incurred but not reported claims	-	-	-	-	-	691,516	691,516
Advances from prepaid lunches	92,357	-	92,357	-	-	-	-
Advances from prepaid tuition	-	6,048	6,048	-	-	-	-
Total current liabilities	112,567	137,676	250,243	-	-	691,516	691,516
Noncurrent liabilities:							
Net pension liability	791,663	549,616	1,341,279	-	-	-	-
Net OPEB liability	232,805	59,342	292,147	-	-	-	-
Total noncurrent liabilities	1,024,468	608,958	1,633,426	-	-	-	-
Total liabilities	1,137,035	746,634	1,883,669	-	-	691,516	691,516
Deferred Inflows of Resources							
Pension related deferred inflows	301,918	196,460	498,378	-	-	-	-
Net Position							
Net investment in capital assets	2,180,200	43,121	2,223,321	-	-	-	-
Unrestricted	455,202	840,941	1,296,143	197,406	444,907	1,326,881	1,969,194
Total net position	\$ 2,635,402	884,062	3,519,464	197,406	444,907	1,326,881	1,969,194

See accompanying independent auditor's report.

Waukee Community School District
Combining Schedule of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
Year ended June 30, 2015

	Business Type Activities			Governmental Activities			
	Nonmajor Enterprise Funds			Internal Service Funds			
	School Nutrition	Community Education	Total	Flexible Benefits	Self-funded Dental Plan	Self-funded Health Plan	Total
Operating revenue:							
Local sources:							
Charges for services	\$ 3,355,830	1,999,121	5,354,951	657,695	407,896	5,997,420	7,063,011
Operating expenses:							
Support services:							
Administration:							
Benefits	-	-	-	516,322	309,542	5,582,340	6,408,204
Purchased services	25,322	113,499	138,821	12,192	61,841	102,790	176,823
Supplies	12,329	-	12,329	-	-	593	593
Other	-	-	-	-	-	495	495
	37,651	113,499	151,150	528,514	371,383	5,686,218	6,586,115
Operation and maintenance of plant:							
Purchased services	52,944	-	52,944	-	-	-	-
Supplies	25,552	-	25,552	-	-	-	-
	78,496	-	78,496	-	-	-	-
Transportation:							
Purchased services	-	40,725	40,725	-	-	-	-
Total support services	116,147	154,224	270,371	528,514	371,383	5,686,218	6,586,115
Non-instructional programs:							
Food service operations:							
Salaries	1,504,298	-	1,504,298	-	-	-	-
Benefits	489,084	-	489,084	-	-	-	-
Purchased services	125,630	-	125,630	-	-	-	-
Supplies	2,182,692	-	2,182,692	-	-	-	-
Other	76,751	-	76,751	-	-	-	-
Depreciation	309,299	-	309,299	-	-	-	-
	4,687,754	-	4,687,754	-	-	-	-
Other enterprise operations:							
Salaries	-	1,303,013	1,303,013	-	-	-	-
Benefits	-	271,825	271,825	-	-	-	-
Purchased services	-	7,787	7,787	-	-	-	-
Supplies	6,880	295,774	302,654	-	-	-	-
Other	-	14,326	14,326	-	-	-	-
Depreciation	-	14,447	14,447	-	-	-	-
	6,880	1,907,172	1,914,052	-	-	-	-
Total non-instructional programs	4,694,634	1,907,172	6,601,806	-	-	-	-
Total operating expenses	4,810,781	2,061,396	6,872,177	528,514	371,383	5,686,218	6,586,115
Operating income (loss)	(1,454,951)	(62,275)	(1,517,226)	129,181	36,513	311,202	476,896

Waukee Community School District
Combining Schedule of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
Year ended June 30, 2015

	Business Type Activities			Governmental Activities			
	Nonmajor Enterprise Funds			Internal Service Funds			
	School Nutrition	Community Education	Total	Flexible Benefits	Self-funded Dental Plan	Self-funded Health Plan	Total
<i>Continued from previous page</i>							
Non-operating revenues (expenses):							
Interest on investments	599	833	1,432	-	302	1,107	1,409
State sources	33,065	-	33,065	-	-	-	-
Federal sources	1,228,511	-	1,228,511	-	-	-	-
Total non-operating revenues	1,262,175	833	1,263,008	-	302	1,107	1,409
Income (loss) before transfers and contributions	(192,776)	(61,442)	(254,218)	129,181	36,815	312,309	478,305
Contributions and transfers:							
Capital contributions	502,089	-	502,089	-	-	-	-
Transfers in	-	238,002	238,002	-	-	-	-
Total contributions and transfers	502,089	238,002	740,091	-	-	-	-
Changes in net position	309,313	176,560	485,873	129,181	36,815	312,309	478,305
Net position beginning of year, as restated	2,326,089	707,502	3,033,591	68,225	408,092	1,014,572	1,490,889
Net position end of year	\$ 2,635,402	884,062	3,519,464	197,406	444,907	1,326,881	1,969,194

See accompanying independent auditor's report.

Waukee Community School District
Combining Schedule of Cash Flows
Proprietary Funds
Year ended June 30, 2015

	Business Type Activities			Governmental Activities			
	Nonmajor Enterprise Funds			Internal Service Funds			
	School Nutrition	Community Education	Total	Flexible Benefits	Self-funded Dental Plan	Self-funded Health Plan	Total
Cash flows from operating activities:							
Cash received from sale of lunches and breakfasts	\$ 3,347,878	-	3,347,878	-	-	-	-
Cash received from miscellaneous operating activities	16,738	1,988,944	2,005,682	657,695	407,896	5,997,420	7,063,011
Cash payments to employees for services	(2,016,294)	(1,591,112)	(3,607,406)	(528,514)	(371,383)	(5,553,891)	(6,453,788)
Cash payments to suppliers for goods or services	(2,265,227)	(459,629)	(2,724,856)	-	-	-	-
Net cash provided (used) by operating activities	(916,905)	(61,797)	(978,702)	129,181	36,513	443,529	609,223
Cash flows from non-capital financing activities:							
Transfers in	-	238,002	238,002	-	-	-	-
State grants received	33,065	-	33,065	-	-	-	-
Federal grants received	967,237	-	967,237	-	-	-	-
Net cash provided by non-capital financing activities	1,000,302	238,002	1,238,304	-	-	-	-
Cash flows from capital and related financing activities:							
Acquisition of capital assets	(16,544)	(4,800)	(21,344)	-	-	-	-
Net cash used by capital and related financing activities	(16,544)	(4,800)	(21,344)	-	-	-	-
Cash flows from investing activities:							
Interest on investments	599	833	1,432	-	302	1,107	1,409
Net increase in cash and cash equivalents	67,452	172,238	239,690	129,181	36,815	444,636	610,632
Cash and cash equivalents at beginning of year	1,547,795	1,415,558	2,963,353	68,225	408,092	1,573,761	2,050,078
Cash and cash equivalents at end of year	\$ 1,615,247	1,587,796	3,203,043	197,406	444,907	2,018,397	2,660,710
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:							
Operating income (loss)	\$ (1,454,951)	(62,275)	(1,517,226)	129,181	36,513	311,202	476,896
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Commodities used	261,274	-	261,274	-	-	-	-
Depreciation	309,299	14,447	323,746	-	-	-	-
Increase in accounts receivable	(1,704)	(15,132)	(16,836)	-	-	-	-
Increase in inventories	(196)	(3,353)	(3,549)	-	-	-	-
Increase (decrease) in accounts payable	(18,205)	15,835	(2,370)	-	-	-	-
Increase in salaries and benefits payable	2,832	11,031	13,863	-	-	-	-
Increase in incurred but not reported claims	-	-	-	-	-	132,327	132,327
Increase in unearned revenue	10,490	4,955	15,445	-	-	-	-
Increase (decrease) in compensated absences payable	(1,257)	985	(272)	-	-	-	-
Increase in other post employment benefits payable	33,682	9,561	43,243	-	-	-	-
Decrease in net pension liability	(58,169)	(37,851)	(96,020)	-	-	-	-
Net cash provided (used) by operating activities	\$ (916,905)	(61,797)	(978,702)	129,181	36,513	443,529	609,223
Reconciliation of cash and cash equivalents at year end to specific assets included on Combined Schedule of Net Position:							
Current assets:							
Cash and investments	\$ 1,615,247	1,587,796	3,203,043	197,406	444,907	2,018,397	2,660,710
Cash and cash equivalents at year end	\$ 1,615,247	1,587,796	3,203,043	197,406	444,907	2,018,397	2,660,710
Non-cash investing, capital and financing activities:							
Noncapital financing activities, commodities received from the US Department of Agriculture	\$ 261,274	-	261,274	-	-	-	-
Capital and related financing activities, capital contributions	502,089	-	502,089	-	-	-	-

See notes to financial statements.

Waukee Community School District
Schedule of Changes in Special Revenue Fund, Student Activity Accounts
Year ended June 30, 2015

Account	Balance beginning of Year	Transfers	Revenues	Expenditures	Balance End of Year
High School:					
Art Club	\$ 84	-	240	65	259
Athletics	9,044	-	428,559	498,673	(61,070)
Baseball	18,476	-	16,937	17,661	17,752
Best Buddies	192	-	880	295	777
Boys Basketball	21,259	-	78,637	66,097	33,799
Boys Bowling	238	-	-	80	158
Boys Cross Country	10,672	-	16,232	17,280	9,624
Boys Golf	851	-	2,443	1,957	1,337
Boys Soccer	5,921	-	15,723	14,616	7,028
Boys Swimming	4,885	-	4,591	6,203	3,273
Boys Tennis	6,012	-	11,343	10,049	7,306
Boys Track	5,139	-	10,288	13,312	2,115
Cheerleaders	14,394	-	48,465	53,148	9,711
Class of 2014	14,906	(14,906)	-	-	-
Class of 2015	16,110	-	8,033	17,753	6,390
Class of 2016	12,556	-	4,631	126	17,061
Class of 2017	6,528	-	4,414	130	10,812
Dance/Drill Team	14,151	-	78,971	75,497	17,625
Dance Troupe	1,557	-	9,770	10,289	1,038
Drama	3,297	-	4,045	3,492	3,850
Drumline	73	-	-	-	73
Electrathon	895	-	-	-	895
Fashion Club	-	-	2,245	856	1,389
FCCLA Club	-	(1,163)	18,513	14,202	3,148
Flag Team/Color Guard	658	-	-	-	658
Football	10,225	-	66,882	68,086	9,021
Girls Basketball	14,496	-	15,785	25,140	5,141
Girls Bowling	812	-	245	1,771	(714)
Girls Cross Country	15,661	-	17,290	17,218	15,733
Girls Golf	525	-	415	467	473
Girls Soccer	1,808	-	2,276	4,606	(522)
Girls Swimming	3,312	-	3,966	3,121	4,157
Girls Tennis	1,372	-	400	-	1,772
Girls Track	9,675	-	10,770	10,039	10,406
Hyperstream	100	-	425	110	415
Instrumental Music	576	-	3,575	3,575	576
International Club	1,280	-	2,590	2,643	1,227
Literacy magazine	94	-	-	-	94
Math Warriors	395	-	300	61	634
Musical	11,237	-	22,281	16,863	16,655
National Honor Society	5,216	-	5,807	6,797	4,226
Newspaper	324	-	4,222	3,284	1,262
Pal PE	20	-	554	453	121
Prom	8,069	-	15,199	13,305	9,963
ProStart	7,842	-	2,854	2,689	8,007
Robotics	85	-	2,088	1,311	862
SELF Room	877	-	-	-	877
Softball	27,986	-	9,542	8,633	28,895
Sparkle Cheer	901	-	1,662	1,901	662
Speech	5,471	-	268	2,631	3,108
Student Council	15,946	-	9,537	12,006	13,477
Student Management	8,884	16,069	3,410	17,325	11,038
Track Club	3,043	-	17,485	1,870	18,658
Vocal Music	3,813	-	3,601	1,276	6,138
Volleyball	7,796	-	16,524	12,909	11,411
Weight Room	259	-	12,634	7,632	5,261
Wrestling	6,538	-	26,463	25,531	7,470
Yearbook	1,840	-	59,395	56,335	4,900

Waukee Community School District
Schedule of Changes in Special Revenue Fund, Student Activity Accounts
Year ended June 30, 2015

Account	Balance beginning of Year	Transfers	Revenues	Expenditures	Balance End of Year
<u>Prairieview:</u>					
Art Club	81	-	-	-	81
Athletics	11,573	-	21,775	19,651	13,697
Drama	3,167	-	3,356	2,590	3,933
Student Council	738	-	442	432	748
Student Management	5,792	-	-	901	4,891
TSA Club	711	-	2,775	2,670	816
Yearbook	2,023	-	10,000	8,961	3,062
<u>Middle School:</u>					
6th Grade	130	(130)	-	-	-
7th Grade	135	(135)	-	-	-
8th Grade	204	(204)	-	-	-
Athletic Resale	1,931	(1,931)	-	-	-
Concessions	1,612	(1,612)	-	-	-
Drama/Speech/Musical	15,093	-	5,189	2,535	17,747
Student Management	17,723	5,158	8,483	9,759	21,605
Instrumental Music	2,421	-	32	-	2,453
Mock Trial	-	-	279	279	-
MS SELF	1,146	(1,146)	-	-	-
Swing Choir	5,946	-	-	-	5,946
Vocal Music	402	-	-	-	402
Yearbook	27,393	-	10,333	9,165	28,561
<u>South Middle School:</u>					
Drama/Speech/Musical	6,637	-	3,474	1,702	8,409
Mock Trial	-	-	130	130	-
Student Council	3,998	-	845	119	4,724
Student Management	194	-	-	33	161
Swing Choir	-	-	150	-	150
Vocal Music	27	-	30	-	57
Yearbook	14,719	-	9,563	10,185	14,097
<u>Elementary:</u>					
BV Instrumental Music	382	-	-	-	382
BV Student Council	2,590	-	-	401	2,189
BV Student Management	7,363	-	5	2,927	4,441
Eason Fine Arts	4,913	(4,913)	-	-	-
Eason Instrumental Music	454	-	-	-	454
Eason Student Management	4,413	9,645	5,290	5,350	13,998
Eason Playground	2,823	(2,823)	-	-	-
Eason Student Council	1,909	(1,909)	-	-	-
MG Instrumental Music	693	-	354	936	111
MG Student Council	252	-	-	-	252
SE Student Council	273	-	-	-	273
SE Student Management	526	-	-	-	526
WE Fine Arts	165	(165)	-	-	-
WE Instrumental Music	13	-	-	-	13
WE Student Management	3,494	165	-	1,489	2,170
WE Playground	2,710	-	-	-	2,710
WE Student Council	2,004	-	-	-	2,004
WD Student Management	3	-	-	-	3
WH Instrumental Music	522	-	-	-	522
WH Student Council	375	(375)	-	-	-
WH Student Management	235	375	-	-	610
WH Playground	297	-	-	-	297
Total	\$ 504,581	-	1,185,910	1,231,584	458,907

Waukeee Community School District
Schedule of Revenues by Source and Expenditures by Function
All Governmental Funds
For the Last Ten Years

	Modified Accrual Basis									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues:										
Local sources:										
Local tax	\$ 47,307,958	44,483,899	49,429,235	46,100,059	44,584,830	40,946,587	38,492,214	32,425,053	26,907,371	21,898,342
Tuition	1,660,606	1,752,066	1,617,977	1,447,535	1,262,380	1,053,978	1,134,189	1,175,066	1,209,866	1,267,893
Other	2,585,797	2,594,529	2,240,380	2,211,111	2,165,795	3,375,273	2,185,922	2,432,638	2,604,416	1,935,241
State sources	52,001,373	46,168,070	33,947,675	31,651,321	26,672,882	21,558,200	23,361,214	21,804,292	18,700,021	16,110,389
Federal sources	1,502,340	1,440,092	1,370,769	1,160,750	2,788,705	4,132,391	1,021,619	479,500	485,203	437,201
Total	\$ 105,058,074	96,438,656	88,606,036	82,570,776	77,474,592	71,066,429	66,195,158	58,316,549	49,906,877	41,649,066
Expenditures:										
Instruction:										
Regular	\$ 39,600,308	36,743,084	33,376,569	30,670,571	27,556,857	27,511,695	23,090,642	20,040,299	16,944,785	14,497,759
Special	8,663,022	7,602,625	6,898,702	6,245,725	5,685,705	5,640,679	5,611,287	4,926,113	4,233,291	3,387,132
Other	6,861,561	5,908,587	5,418,825	4,822,790	4,629,290	3,624,135	2,932,365	2,389,598	2,147,056	2,096,796
Support services:										
Student	2,797,468	2,515,078	2,267,965	2,218,912	2,111,087	2,033,862	1,981,122	2,518,458	1,413,137	1,289,559
Instructional staff	4,551,829	3,753,678	3,019,995	2,903,099	2,596,051	2,604,731	2,372,731	2,450,310	1,631,053	1,393,248
Administration	5,722,321	5,494,316	4,781,680	4,874,352	4,521,528	3,668,870	4,145,264	3,639,159	2,909,779	2,711,319
Operation and maintenance of plant	6,544,304	6,205,021	5,483,373	4,943,591	4,849,053	4,188,307	3,778,765	3,829,770	3,023,278	2,764,387
Transportation	3,598,409	3,166,791	3,145,487	2,952,847	2,582,297	2,344,507	2,084,532	1,981,897	1,853,584	1,590,878
Non-instructional programs	-	-	-	-	-	-	-	29,955	265	-
Other expenditures:										
Capital outlay:										
Facilities acquisition	24,485,162	25,174,457	20,795,719	16,338,521	10,831,068	44,776,662	12,287,811	13,080,340	21,356,585	5,593,186
Debt Service:										
Principal	11,215,000	20,490,000	17,915,000	14,585,000	8,715,000	26,685,000	8,845,000	13,215,000	3,100,000	2,230,000
Interest and other charges	6,441,461	5,519,777	5,350,619	4,881,486	4,970,492	5,777,565	3,593,137	3,106,109	3,170,874	2,591,550
AEA flowthrough	3,509,601	3,141,750	2,804,317	2,573,444	2,496,394	2,306,290	1,922,343	1,696,590	1,434,517	1,198,063
Total	\$ 123,990,446	125,715,164	111,258,251	98,010,338	81,544,822	131,162,303	72,644,999	72,903,598	63,218,204	41,343,877

See accompanying independent auditor's report.

**Waukee Community School District
Statistical Section
Table of Contents**

The statistical section of the Waukee Community School District's comprehensive annual financial report presents detailed information as a context for understanding what the information presented in the financial statements, note disclosures and required supplementary information say about the District's overall financial health.

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Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	84-92
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue sources, the property tax (or sales tax).	93-102
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current level of outstanding debt and the District's ability to issue additional debt in the future.	103-110
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	114-117
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	111-113, 118-120

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

WAUKEE COMMUNITY SCHOOL DISTRICT

NET POSITION BY COMPONENT

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Governmental activities:										
Net investment in capital assets	\$ 38,226,568	\$ 50,821,587	\$ 42,861,521	\$ 18,653,123	\$ 39,004,284	\$ 33,034,650	\$ 29,171,718	\$ 18,331,620	\$ 14,051,616	\$ 10,019,928
Restricted	59,346,172	37,769,176	34,262,277	46,889,652	17,089,247	11,605,994	4,452,801	9,922,010	7,820,732	6,441,728
Unrestricted	(24,633,898)	3,587,555	5,722,207	8,367,878	7,086,034	7,493,216	15,528,737	8,112,790	4,815,232	1,594,739
Total governmental activities net position	\$ 72,938,842	\$ 92,178,318	\$ 82,846,005	\$ 73,910,653	\$ 63,179,565	\$ 52,133,860	\$ 49,153,256	\$ 36,366,420	\$ 26,687,580	\$ 18,056,395
Business type activities:										
Net investment in capital assets	\$ 2,223,321	\$ 2,023,634	\$ 1,950,023	\$ 1,608,365	\$ 1,713,938	\$ 837,491	\$ 961,494	\$ 1,073,417	\$ 512,885	\$ 578,088
Unrestricted	1,296,143	2,571,681	2,503,115	2,110,396	1,924,278	1,868,689	1,537,359	1,151,127	948,838	643,482
Total business type activities net position	\$ 3,519,464	\$ 4,595,315	\$ 4,453,138	\$ 3,718,761	\$ 3,638,216	\$ 2,706,180	\$ 2,498,853	\$ 2,224,544	\$ 1,461,723	\$ 1,221,570
Total										
Net investment in capital assets	\$ 40,449,889	\$ 52,845,221	\$ 44,811,544	\$ 20,261,488	\$ 40,718,222	\$ 33,872,141	\$ 30,133,212	\$ 19,405,037	\$ 14,564,501	\$ 10,598,016
Restricted	59,346,172	37,769,176	34,262,277	46,889,652	17,089,247	11,605,994	4,452,801	9,922,010	7,820,732	6,441,728
Unrestricted	(23,337,755)	6,159,236	8,225,322	10,478,274	9,010,312	9,361,905	17,066,096	9,263,917	5,764,070	2,238,221
Total net position	\$ 76,458,306	\$ 96,773,633	\$ 87,299,143	\$ 77,629,414	\$ 66,817,781	\$ 54,840,040	\$ 51,652,109	\$ 38,590,964	\$ 28,149,303	\$ 19,277,965

Source: District Records

WAUKEE COMMUNITY SCHOOL DISTRICT

CHANGES IN NET POSITION

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Expenses										
Governmental Activities:										
Instruction	\$ 54,794,040	\$ 50,142,591	\$ 46,336,463	\$ 42,519,470	\$ 40,827,340	\$ 39,751,992	\$ 33,853,764	\$ 29,165,013	\$ 23,541,001	\$ 19,961,274
Support services	24,651,302	24,216,376	21,048,302	18,361,448	16,998,032	15,156,524	13,692,553	13,714,587	10,863,315	9,628,971
Non-instructional services	-	-	-	1,096	102,369	28,486	-	21,238	-	-
Other expenditures	14,115,833	12,270,360	11,684,025	10,760,065	7,533,339	13,008,444	5,862,005	5,115,615	6,868,514	5,790,397
Total governmental activities expenses	93,561,175	86,629,327	79,068,790	71,642,079	65,461,080	67,945,446	53,408,322	48,016,453	41,272,830	35,380,642
Business type activities:										
Instruction	-	-	-	-	-	-	-	11,932	7,101	2,230
Support services	270,371	193,063	145,660	127,696	-	-	257,408	359,328	285,066	257,974
Food service operations	4,687,754	4,368,264	3,739,271	3,496,079	3,463,106	2,861,494	2,429,393	2,133,551	1,735,203	1,604,089
Childcare operations	-	1,302,248	959,791	867,705	823,806	688,651	608,006	506,525	358,348	307,483
Community education operations	1,914,052	329,456	287,337	258,963	269,799	212,864	-	-	-	-
Total business type activities expenses	6,872,177	6,193,031	5,132,059	4,750,443	4,556,711	3,763,009	3,294,807	3,011,336	2,385,718	2,171,776
Total expenses	\$ 100,433,352	\$ 92,822,358	\$ 84,200,849	\$ 76,392,522	\$ 70,017,791	\$ 71,708,455	\$ 56,703,129	\$ 51,027,789	\$ 43,658,548	\$ 37,552,418
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction	\$ 3,040,348	\$ 3,050,145	\$ 2,782,680	\$ 2,558,577	\$ 2,322,286	\$ 2,102,794	\$ 1,982,236	\$ 2,057,688	\$ 2,029,251	\$ 2,303,722
Support services	302,541	274,001	275,251	273,682	223,783	193,524	145,499	138,536	144,466	108,070
Operating grants and contributions	10,466,398	9,504,065	8,580,609	8,055,895	9,007,569	9,939,460	6,461,886	4,680,999	3,628,074	2,953,730
Total governmental activities program revenue	13,809,287	12,828,211	11,638,540	10,888,154	11,553,638	12,235,778	8,589,621	6,877,223	5,801,791	5,365,522
Business type activities:										
Charges for services:										
Support services	-	-	-	-	-	-	-	-	-	62,155
Food service operations	3,355,830	2,982,903	2,750,720	2,572,612	2,447,045	2,296,501	2,217,223	1,908,746	1,693,785	1,456,433
Childcare operations	-	1,564,904	1,318,906	1,081,982	910,638	791,795	753,598	699,391	470,059	371,744
Community education operations	1,999,121	116,701	116,747	113,230	98,503	58,234	-	-	-	-
Operating grants and contributions	1,261,576	1,190,464	1,028,289	864,022	794,023	681,161	585,268	504,340	421,173	362,089
Capital grants and contributions	-	-	-	-	-	-	-	-	-	111,484
Total business type activities program revenues	6,616,527	5,854,972	5,214,662	4,631,846	4,250,209	3,827,691	3,556,089	3,112,477	2,585,017	2,363,905
Total program revenues	\$ 20,425,814	\$ 18,683,183	\$ 16,853,202	\$ 15,520,000	\$ 15,803,847	\$ 16,063,469	\$ 12,145,710	\$ 9,989,700	\$ 8,386,808	\$ 7,729,427
Net (Expense)/Revenue										
Governmental activities	\$ (79,751,888)	\$ (73,801,116)	\$ (67,430,250)	\$ (60,753,925)	\$ (53,907,442)	\$ (55,709,668)	\$ (44,818,701)	\$ (41,139,230)	\$ (35,471,039)	\$ (30,015,120)
Business type activities	(255,650)	(338,059)	82,603	(118,597)	(306,502)	64,682	261,282	101,141	199,299	192,129
Total net expense	\$ (80,007,538)	\$ (74,139,175)	\$ (67,347,647)	\$ (60,872,522)	\$ (54,213,944)	\$ (55,644,986)	\$ (44,557,419)	\$ (41,038,089)	\$ (35,271,740)	\$ (29,822,991)
General Revenues and Transfers										
Governmental activities:										
Property taxes	\$ 47,307,958	\$ 44,483,899	\$ 43,231,968	\$ 40,929,986	\$ 38,999,099	\$ 37,143,451	\$ 33,707,077	\$ 27,644,301	\$ 22,707,713	\$ 18,435,237
Local option sales & services tax	7,867,527	7,269,180	6,197,267	5,170,073	5,585,731	3,803,136	4,785,137	4,780,752	4,199,658	3,467,268
Unrestricted state grants	35,169,788	30,834,917	26,737,619	24,756,176	20,447,529	15,766,453	18,195,747	17,597,500	15,518,867	13,589,697
Investment earnings	80,346	92,578	52,204	37,630	108,114	191,804	570,523	840,642	1,299,865	602,452
Other	825,392	929,871	796,701	788,757	780,481	1,925,807	347,053	576,131	376,121	361,325
Transfers	(740,091)	(477,016)	(650,157)	(197,609)	(1,218,178)	(140,379)	-	(621,256)	-	-
Total governmental activities	90,510,920	83,133,429	76,365,602	71,485,013	64,702,776	58,690,272	57,605,537	50,818,070	44,102,224	36,455,979
Business type activities:										
Investment earnings	1,432	3,220	1,617	1,533	3,546	2,266	12,977	40,396	40,854	21,735
Other	-	-	-	-	-	-	50	28	-	-
Transfers	740,091	477,016	650,157	197,609	1,218,178	140,379	-	621,256	-	-
Total business type activities	741,523	480,236	651,774	199,142	1,221,724	142,645	13,027	661,680	40,854	21,735
Total general revenues and transfers	\$ 91,252,443	\$ 83,613,665	\$ 77,017,376	\$ 71,684,155	\$ 65,924,500	\$ 58,832,917	\$ 57,618,564	\$ 51,479,750	\$ 44,143,078	\$ 36,477,714
Change in Net Position										
Governmental activities	\$ 10,759,032	\$ 9,332,313	\$ 8,935,352	\$ 10,731,088	\$ 10,795,334	\$ 2,980,604	\$ 12,786,836	\$ 9,678,840	\$ 8,631,185	\$ 6,440,859
Business type activities	485,873	142,177	734,377	80,545	915,222	207,327	274,309	762,821	240,153	213,864
Total change in net position	\$ 11,244,905	\$ 9,474,490	\$ 9,669,729	\$ 10,811,633	\$ 11,710,556	\$ 3,187,931	\$ 13,061,145	\$ 10,441,661	\$ 8,871,338	\$ 6,654,723

Source: District Records

WAUKEE COMMUNITY SCHOOL DISTRICT

FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2015*	2014*	2013*	2012*	2011*	2010	2009	2008	2007	2006
General fund:										
Nonspendable	\$ 56,551	\$ 49,381	\$ 48,481	\$ 46,239	\$ 55,158	\$ 42,785	\$ 30,279	\$ 36,681	\$ 37,183	\$ 31,218
Restricted	852,797	535,668	953,225	1,053,041	449,859	73,885	-	97,222	158,461	115,158
Unassigned	6,893,521	6,323,937	8,794,094	10,471,856	8,626,046	8,490,957	9,085,543	6,897,344	4,529,957	2,267,031
Total general fund	\$ 7,802,869	\$ 6,908,986	\$ 9,795,800	\$ 11,571,136	\$ 9,131,063	\$ 8,607,627	\$ 9,115,822	\$ 7,031,247	\$ 4,725,601	\$ 2,413,407
All other governmental funds:										
Restricted:										
Debt service	\$ 912,522	\$ 993,273	\$ 11,789,967	\$ 11,779,376	\$ 4,450,438	\$ 4,229,495	\$ 8,157,269	\$ 9,432,642	\$ 3,453,669	\$ 233,849
Special revenue funds	4,343,446	5,002,413	4,606,744	3,720,456	3,323,455	5,313,955	4,935,005	3,156,244	1,644,624	1,533,833
Capital projects funds	53,923,726	31,509,015	17,319,284	31,212,515	11,081,599	13,726,849	51,426,443	10,340,847	17,488,964	17,107,276
Total all other government funds	\$ 59,179,694	\$ 37,504,701	\$ 33,715,995	\$ 46,712,347	\$ 18,855,492	\$ 23,270,299	\$ 64,518,717	\$ 22,929,733	\$ 22,587,257	\$ 18,874,958

Source: District Records

Notes: In 2011, the State of Iowa determined that the Physical Plant and Equipment Levy Fund is a capital projects fund and not a special revenue fund.
Prior to 2011, the Physical Plant and Equipment Levy Fund is included in the special revenue funds.

WAUKEE COMMUNITY SCHOOL DISTRICT

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS AND DEBT SERVICE RATIO

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues:										
Local tax	\$ 47,307,958	\$ 44,483,899	\$ 49,429,235	\$ 46,100,059	\$ 44,584,830	\$ 40,946,587	\$ 38,492,214	\$ 32,425,053	\$ 26,907,371	\$ 21,898,342
Tuition	1,660,606	1,752,066	1,617,977	1,447,535	1,262,380	1,053,978	1,134,189	1,175,066	1,209,866	1,267,893
Other	2,585,797	2,594,529	2,240,380	2,211,111	2,165,795	3,375,273	2,185,922	2,432,638	2,604,416	1,935,241
State sources	52,001,373	46,168,070	33,947,675	31,651,321	26,672,882	21,558,200	23,361,214	21,804,292	18,700,021	16,110,389
Federal sources	1,502,340	1,440,092	1,370,769	1,160,750	2,788,705	4,132,391	1,021,619	479,500	485,203	437,201
Total revenues	105,058,074	96,438,656	88,606,036	82,570,776	77,474,592	71,066,429	66,195,158	58,316,549	49,906,877	41,649,066
Expenditures:										
Current:										
Instruction:										
Regular	39,600,308	36,743,084	33,376,569	30,670,571	27,556,857	27,511,695	23,090,642	20,040,299	16,944,785	14,497,759
Special	8,663,022	7,602,625	6,898,702	6,245,725	5,685,705	5,640,679	5,611,287	4,926,113	4,233,291	3,387,132
Other	6,861,561	5,908,587	5,418,825	4,822,790	4,629,290	3,624,135	2,932,365	2,389,598	2,147,056	2,096,796
Support services:										
Student	2,797,468	2,515,078	2,267,965	2,218,912	2,111,087	2,033,862	1,981,122	2,518,458	1,413,137	1,289,559
Instructional	4,551,829	3,753,678	3,019,995	2,903,099	2,596,051	2,604,731	2,372,731	2,450,310	1,631,053	1,393,248
Administrative	5,722,321	5,494,316	4,781,680	4,874,352	4,521,528	3,668,870	4,145,264	3,639,159	2,909,779	2,711,319
Operation & plant maintenance	6,544,304	6,205,021	5,483,373	4,943,591	4,849,053	4,188,307	3,778,765	3,829,770	3,023,278	2,764,387
Transportation	3,598,409	3,166,791	3,145,487	2,952,847	2,582,297	2,344,507	2,084,532	1,981,897	1,853,584	1,560,878
Non-instructional services	-	-	-	-	-	-	-	29,955	265	-
Other expenditures:										
Capital outlay:										
Facilities acquisition	24,485,162	25,174,457	20,795,719	16,338,521	10,831,068	44,776,662	12,287,811	13,080,340	21,356,585	5,593,186
Debt service:										
Principal	11,215,000	20,490,000	17,915,000	14,585,000	8,715,000	26,685,000	8,845,000	13,215,000	3,100,000	2,230,000
Interest	6,267,366	5,403,107	5,350,619	4,881,486	4,970,492	5,777,565	3,584,653	3,097,409	3,166,074	2,500,741
Debt issuance costs	174,095	116,670	-	-	-	-	-	-	-	-
Fiscal charges	-	-	-	-	-	-	8,484	8,700	4,800	90,809
AEA flowthrough	3,509,601	3,141,750	2,804,317	2,573,444	2,496,394	2,306,290	1,922,343	1,696,590	1,434,517	1,198,063
Total expenditures	123,990,446	125,715,164	111,258,251	98,010,338	81,544,822	131,162,303	72,644,999	72,903,598	63,218,204	41,313,877
Other financing sources (uses):										
Sale of equipment	-	-	1,167	-	-	-	-	-	100	50
Sale of real property	20,000	-	684,000	-	-	-	-	-	-	26,000
Transfers in	8,002,065	7,097,936	12,114,897	9,446,880	7,135,491	5,016,481	6,868,247	5,327,082	3,101,062	15,831,166
Transfers out	(8,240,067)	(7,298,961)	(12,337,399)	(9,644,489)	(7,300,384)	(5,156,860)	(6,868,247)	(5,327,082)	(3,101,062)	(15,831,160)
Refunding bonds and notes issued	9,075,000	-	7,045,000	8,390,000	-	18,310,000	-	7,165,000	(4,285,000)	-
Bonds and notes issued	38,890,000	33,475,000	-	36,385,000	-	-	50,000,000	10,000,000	23,335,000	15,000,000
Payments to escrow agents for defeasance of bonds	(9,303,534)	-	-	-	-	-	-	-	-	-
Premium/discounts on bonds and notes	3,057,784	823,639	372,862	1,159,099	-	278,557	123,400	70,171	285,720	147,404
	41,501,248	34,097,614	7,880,527	45,736,490	(164,893)	18,448,178	50,123,400	17,235,171	19,335,820	15,173,460
Net change in fund balance	\$ 22,568,876	\$ 4,821,106	\$ (14,771,688)	\$ 30,296,928	\$ (4,235,123)	\$ (41,647,696)	\$ 43,673,559	\$ 2,648,122	\$ 6,024,493	\$ 15,508,649
Total expenditures										
	\$ 123,990,446	\$ 125,715,164	\$ 111,258,251	\$ 98,010,338	\$ 81,544,822	\$ 131,162,303	\$ 72,644,999	\$ 72,903,598	\$ 63,218,204	\$ 41,313,877
Less: capital expenditures	(22,271,979)	(21,735,752)	(18,403,292)	(16,114,705)	(11,338,807)	(39,552,978)	(13,264,257)	(13,209,951)	(20,735,371)	(5,293,151)
Non-capital expenditures	101,718,467	103,979,412	92,854,959	81,895,633	70,206,015	91,609,325	59,380,742	59,693,647	42,482,833	36,020,726
Debt service expenditures	17,482,366	25,893,107	23,265,619	19,466,486	13,685,492	32,462,565	12,429,653	16,312,409	6,266,074	4,730,741
Debt service expenditures as a percentage of non-capital expenditures	17.19%	24.90%	25.06%	23.77%	19.49%	35.44%	20.93%	27.33%	14.75%	13.13%

Source: District Records

WAUKEE COMMUNITY SCHOOL DISTRICT

GENERAL FUND REVENUES, BY SOURCE

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Local			State	Federal	Total
	Taxes	Miscellaneous				
2015	\$ 32,150,155	\$ 2,976,457	\$ 43,812,056	\$ 1,502,340	\$ 80,441,008	
2014	\$ 26,640,942	\$ 2,998,329	\$ 38,896,147	\$ 1,440,092	\$ 69,975,510	
2013	\$ 25,733,260	\$ 2,743,540	\$ 33,947,675	\$ 1,370,769	\$ 63,795,244	
2012	\$ 27,018,767	\$ 2,657,125	\$ 31,649,148	\$ 1,160,750	\$ 62,485,790	
2011	\$ 23,958,242	\$ 2,145,624	\$ 26,670,526	\$ 2,788,705	\$ 55,563,097	
2010	\$ 23,325,578	\$ 1,711,651	\$ 21,556,102	\$ 4,132,391	\$ 50,725,722	
2009	\$ 21,606,662	\$ 1,976,901	\$ 23,359,329	\$ 1,021,619	\$ 47,964,511	
2008	\$ 19,059,387	\$ 2,045,360	\$ 21,802,799	\$ 479,500	\$ 43,387,046	
2007	\$ 15,417,932	\$ 2,022,140	\$ 18,698,603	\$ 485,203	\$ 36,623,878	
2006	\$ 12,101,584	\$ 1,874,439	\$ 16,108,939	\$ 433,391	\$ 30,518,353	

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT
GENERAL FUND EXPENDITURES, BY FUNCTION

Last Ten Fiscal Years
(Unaudited)

Year Ended June 30,	Instruction	Support Services	Non-Instructional Programs	Other Expenditures	Total
2015	\$ 53,548,555	\$ 22,250,967	-	\$ 3,509,601	\$ 79,309,123
2014	\$ 48,756,673	\$ 20,762,876	-	\$ 3,141,750	\$ 72,661,299
2013	\$ 44,343,921	\$ 18,201,007	-	\$ 2,804,317	\$ 65,349,245
2012	\$ 40,431,738	\$ 16,842,894	-	\$ 2,573,444	\$ 59,848,076
2011	\$ 36,521,668	\$ 15,859,677	-	\$ 2,496,394	\$ 54,877,739
2010	\$ 34,446,910	\$ 14,466,615	-	\$ 2,306,290	\$ 51,219,815
2009	\$ 30,684,923	\$ 13,272,579	-	\$ 1,922,343	\$ 45,879,845
2008	\$ 26,185,188	\$ 13,176,495	23,127	\$ 1,696,590	\$ 41,081,400
2007	\$ 22,370,355	\$ 10,506,812	-	\$ 1,434,517	\$ 34,311,684
2006	\$ 18,800,131	\$ 9,594,770	-	\$ 1,198,063	\$ 29,592,964

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT

GOVERNMENT-WIDE REVENUES

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Program Revenues							Total
	Charges for Services & Sales	Operating Grants & Contributions	Capital Grants & Contributions	Taxes	Other Local Sources	State Sources	Investment Earnings	
2015	\$ 8,697,840	\$ 11,727,974	\$ -	\$ 47,307,958	\$ 825,392	\$ 43,037,315	\$ 81,778	\$ 111,678,257
2014	\$ 7,988,654	\$ 10,694,529	\$ -	\$ 44,483,899	\$ 929,871	\$ 38,104,097	\$ 95,798	\$ 102,296,848
2013	\$ 7,244,304	\$ 9,608,898	\$ -	\$ 49,429,235	\$ 796,701	\$ 26,737,619	\$ 53,821	\$ 93,870,578
2012	\$ 6,600,083	\$ 8,919,917	\$ -	\$ 46,100,059	\$ 788,757	\$ 24,756,176	\$ 39,163	\$ 87,204,155
2011	\$ 6,002,255	\$ 9,801,592	\$ -	\$ 44,584,830	\$ 468,436	\$ 20,447,529	\$ 108,114	\$ 81,412,756
2010	\$ 5,442,848	\$ 10,620,621	\$ -	\$ 40,946,587	\$ 1,623,126	\$ 16,069,134	\$ 194,070	\$ 74,896,386
2009	\$ 5,098,556	\$ 7,047,154	\$ -	\$ 38,492,214	\$ 347,053	\$ 18,195,797	\$ 583,500	\$ 69,764,274
2008	\$ 4,804,361	\$ 5,185,339	\$ -	\$ 32,425,053	\$ 306,433	\$ 17,867,226	\$ 881,038	\$ 61,469,450
2007	\$ 4,337,561	\$ 4,049,247	\$ -	\$ 26,907,371	\$ 188,662	\$ 15,518,867	\$ 1,340,719	\$ 52,342,427
2006	\$ 4,302,124	\$ 3,315,819	\$ 111,484	\$ 21,902,505	\$ 361,325	\$ 13,589,697	\$ 624,187	\$ 44,207,141

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT
GOVERNMENT-WIDE EXPENSES, BY FUNCTION

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Instruction	Support Services	Non-instructional Programs	Other Expenditures	Total
2015	\$ 54,794,040	\$ 24,921,673	\$ 6,601,806	\$ 14,115,833	\$ 100,433,352
2014	\$ 50,142,591	\$ 24,409,439	\$ 5,999,968	\$ 12,270,360	\$ 92,822,358
2013	\$ 46,336,463	\$ 21,193,962	\$ 4,986,399	\$ 11,684,025	\$ 84,200,849
2012	\$ 42,519,470	\$ 18,489,144	\$ 4,623,843	\$ 10,760,065	\$ 76,392,522
2011	\$ 40,827,340	\$ 16,998,032	\$ 102,369	\$ 7,547,279	\$ 65,475,020
2010	\$ 39,751,992	\$ 15,156,624	\$ 28,486	\$ 13,008,444	\$ 67,945,546
2009	\$ 33,853,764	\$ 13,692,553	\$ -	\$ 5,862,005	\$ 53,408,322
2008	\$ 29,165,013	\$ 13,714,587	\$ 21,238	\$ 5,115,615	\$ 48,016,453
2007	\$ 23,541,001	\$ 10,863,315	\$ 2,385,718	\$ 6,868,514	\$ 43,658,548
2006	\$ 19,961,274	\$ 9,628,971	\$ 2,171,776	\$ 5,790,397	\$ 37,552,418

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT

COMPARISON OF GROWTH IN GENERAL FUND REVENUE, EXPENDITURES, ENROLLMENT,
ENROLLMENT, ASSESSED VALUATION AND TAX RATE

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Revenue	Growth	Expenditures	Growth	Budget Enrollment	Growth	Assessed Value	Growth	Tax Rate	Growth
2015	\$ 80,441,008	14.96%	\$ 79,309,123	9.15%	8,288.6	7.35%	\$ 2,669,837,607	6.02%	\$ 11.76796	12.51%
2014	\$ 69,975,510	9.69%	\$ 72,661,299	11.19%	7,721.3	8.58%	\$ 2,518,311,680	9.65%	\$ 10.45960	-6.92%
2013	\$ 63,795,244	2.10%	\$ 65,349,245	9.19%	7,111.1	6.45%	\$ 2,296,636,475	5.47%	\$ 11.23770	-9.61%
2012	\$ 62,485,790	12.45%	\$ 59,848,076	9.06%	6,680.2	6.90%	\$ 2,177,617,587	4.75%	\$ 12.43205	7.52%
2011	\$ 55,566,068	9.27%	\$ 54,877,739	7.14%	6,249.2	4.72%	\$ 2,078,929,733	5.60%	\$ 11.56253	-2.59%
2010	\$ 50,851,999	6.02%	\$ 51,219,815	11.64%	5,967.4	8.73%	\$ 1,968,768,518	9.81%	\$ 11.86962	-1.58%
2009	\$ 47,964,420	10.55%	\$ 45,879,845	11.68%	5,488.3	8.13%	\$ 1,792,848,425	22.21%	\$ 12.06033	-7.57%
2008	\$ 43,387,046	18.47%	\$ 41,081,400	19.73%	5,075.6	12.09%	\$ 1,467,046,188	22.76%	\$ 13.04865	0.89%
2007	\$ 36,623,878	19.99%	\$ 34,311,684	15.95%	4,528.0	12.33%	\$ 1,195,088,331	22.33%	\$ 12.93403	4.52%
2006	\$ 30,522,161	20.05%	\$ 29,592,960	17.61%	4,031.1	13.14%	\$ 976,966,148	15.70%	\$ 12.37520	4.68%

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT
RATIO OF FINANCIAL CONDITION (General Fund)

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Days net Cash Ratio <u>cash</u> average daily disbursements	71.71	71.36	91.80	107.22	111.11	97.58	108.79	97.86	84.81	64.79
Increased Revenue versus Increased Expenditures <u>current year revenue minus prior year revenue</u> current year expenditures-prior year expenditures	1.57	0.85	0.24	1.40	1.29	0.54	0.95	1.00	1.29	1.15
Financial Solvency Ratios <u>current year Unassigned Fund Balance</u> current year actual revenue	8.57%	9.04%	13.78%	16.76%	17.46%	16.70%	18.94%	15.68%	12.13%	7.08%

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS SUMMARY

Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections In Subsequent Years*	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	\$ 47,279,465	\$ 47,307,958	100.06%	NA	\$ 47,307,958	100.06%
2014	\$ 44,785,869	\$ 44,483,899	99.33%	NA	\$ 44,483,899	99.33%
2013	\$ 43,309,318	\$ 43,231,968	99.82%	NA	\$ 43,231,968	99.82%
2012	\$ 41,006,827	\$ 40,929,986	99.81%	NA	\$ 40,929,986	99.81%
2011	\$ 39,108,503	\$ 38,752,389	99.09%	NA	\$ 38,752,389	99.09%
2010	\$ 37,195,005	\$ 36,890,708	99.18%	NA	\$ 36,890,708	99.18%
2009	\$ 33,731,694	\$ 33,466,568	99.21%	NA	\$ 33,466,568	99.21%
2008	\$ 27,781,276	\$ 27,380,225	98.56%	NA	\$ 27,380,225	98.56%
2007	\$ 22,787,988	\$ 22,707,713	99.65%	NA	\$ 22,707,713	99.65%
2006	\$ 18,415,172	\$ 18,400,595	99.92%	NA	\$ 18,400,595	99.92%

Source: District records

* Dallas County, Iowa does not track delinquent taxes to a specific year if payment is made after the fiscal year closes.

WAUKEE COMMUNITY SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS DETAIL

Last Ten Fiscal Years
(Unaudited)

Collection Year	General Fund	Management	Debt Service	PPEL	Total
Property Tax Levies					
2015	\$ 32,064,251	\$ -	\$ 9,924,663	\$ 5,290,551	\$ 47,279,465
2014	\$ 26,881,045	\$ 999,996	\$ 11,969,327	\$ 4,935,501	\$ 44,785,869
2013	\$ 25,808,912	\$ 1,500,002	\$ 11,328,958	\$ 4,671,446	\$ 43,309,318
2012	\$ 27,072,244	\$ 1,000,000	\$ 8,536,724	\$ 4,397,859	\$ 41,006,827
2011	\$ 24,037,687	\$ 1,999,993	\$ 8,927,727	\$ 4,143,096	\$ 39,108,503
2010	\$ 23,368,534	\$ 999,997	\$ 8,878,545	\$ 3,947,929	\$ 37,195,005
2009	\$ 21,622,344	\$ 999,997	\$ 7,499,922	\$ 3,609,431	\$ 33,731,694
2008	\$ 19,142,972	\$ 1,100,006	\$ 4,393,433	\$ 3,144,865	\$ 27,781,276
2007	\$ 15,457,308	\$ 500,501	\$ 4,270,762	\$ 2,559,417	\$ 22,787,988
2006	\$ 12,090,151	\$ 399,999	\$ 3,970,419	\$ 1,954,603	\$ 18,415,172
Property Tax Collections					
2015	\$ 32,150,155	\$ -	\$ 9,887,212	\$ 5,270,591	\$ 47,307,958
2014	\$ 26,640,942	\$ 990,140	\$ 11,932,500	\$ 4,920,317	\$ 44,483,899
2013	\$ 25,733,260	\$ 1,495,610	\$ 11,330,866	\$ 4,672,232	\$ 43,231,968
2012	\$ 27,018,767	\$ 997,243	\$ 8,523,118	\$ 4,390,858	\$ 40,929,986
2011	\$ 23,797,934	\$ 1,980,046	\$ 8,861,871	\$ 4,112,538	\$ 38,752,389
2010	\$ 23,157,073	\$ 990,940	\$ 8,820,636	\$ 3,922,059	\$ 36,890,708
2009	\$ 21,443,124	\$ 991,736	\$ 7,447,496	\$ 3,584,212	\$ 33,466,568
2008	\$ 18,885,364	\$ 1,085,244	\$ 4,307,301	\$ 3,102,316	\$ 27,380,225
2007	\$ 15,417,932	\$ 498,717	\$ 4,246,299	\$ 2,544,765	\$ 22,707,713
2006	\$ 12,080,450	\$ 399,673	\$ 3,967,366	\$ 1,953,106	\$ 18,400,595
Percentage Collected					
2015	100.27%	100.00%	99.62%	99.62%	100.06%
2014	99.11%	99.01%	99.69%	99.69%	99.33%
2013	99.71%	99.71%	100.02%	100.02%	99.82%
2012	99.80%	99.72%	99.84%	99.84%	99.81%
2011	99.00%	99.00%	99.26%	99.26%	99.09%
2010	99.10%	99.09%	99.35%	99.34%	99.18%
2009	99.17%	99.17%	99.30%	99.30%	99.21%
2008	98.65%	98.66%	98.04%	98.65%	98.56%
2007	99.75%	99.64%	99.43%	99.43%	99.65%
2006	99.92%	99.92%	99.92%	99.92%	99.92%

Source: District records

Dallas County, Iowa does not track delinquent taxes to a specific year if payment is made after the fiscal year closes.

WAUKEE COMMUNITY SCHOOL DISTRICT
TAXABLE AND 100% VALUES OF PROPERTY

Last Ten Fiscal Years
(Unaudited)

Levy Year	Collection Year	Real Property		Personal Property		Railroads & Uti
		Taxable	100% Value	Taxable	100% Value	Elec
2013	2014-15	\$3,141,504,579	\$4,777,395,156	\$ -	\$ -	\$ 13,751,197
2012	2013-14	\$2,926,408,458	\$4,434,892,988	\$ -	\$ -	\$ 16,058,120
2011	2012-13	\$2,770,449,833	\$4,262,419,966	\$ -	\$ -	\$ 13,768,052
2010	2011-12	\$2,605,956,254	\$4,090,294,621	\$ -	\$ -	\$ 14,274,534
2009	2010-11	\$2,066,543,684	\$3,371,574,382	\$ -	\$ -	\$ 14,139,966
2008	2009-10	\$1,955,777,049	\$3,400,929,740	\$ -	\$ -	\$ 13,641,512
2007	2008-09	\$1,780,656,409	\$3,116,199,794	\$ -	\$ -	\$ 12,272,629
2006	2007-08	\$1,858,042,043	\$2,950,899,982	\$ -	\$ -	\$ 13,116,350
2005	2006-07	\$1,510,070,351	\$2,419,304,099	\$ -	\$ -	\$ 15,444,126
2004	2005-06	\$1,148,316,166	\$1,868,579,752	\$ -	\$ -	\$ 15,095,138

Source: County Auditor's Office

Notes:

Gas and Electric is no longer subject to property tax, but instead pay utility replacement tax.

Includes Tax Increment Financing Valuations.

(a) Per \$1,000 of assessed value.

Utilities w/o Gas & Electric		Gas & Electric		Total		Ratio of Total Taxable Value to 100% Value	Total Direct Rate (a)
100% Value	Taxable	100% Value	Taxable	100% Value			
\$ 13,912,313	\$ 12,739,114	\$ 22,569,666	\$3,167,994,890	\$4,813,877,135	65.81%	\$	16.57427
\$ 16,058,120	\$ 12,922,909	\$ 26,874,546	\$2,955,389,487	\$4,477,825,654	66.00%	\$	16.57669
\$ 13,768,052	\$ 13,055,544	\$ 27,733,322	\$2,797,273,429	\$4,303,921,340	64.99%	\$	17.61083
\$ 14,274,534	\$ 13,218,079	\$ 27,433,258	\$2,633,448,867	\$4,132,002,413	63.73%	\$	17.80292
\$ 14,139,966	\$ 12,386,049	\$ 26,579,651	\$2,093,069,699	\$3,412,293,999	61.34%	\$	17.79315
\$ 13,641,512	\$ 12,991,469	\$ 26,566,149	\$1,982,410,030	\$3,441,137,401	57.61%	\$	17.80336
\$ 12,272,629	\$ 12,192,016	\$ 17,468,314	\$1,805,121,054	\$3,145,940,737	57.38%	\$	17.75814
\$ 13,116,350	\$ 11,994,305	\$ 17,065,329	\$1,883,152,698	\$2,981,081,661	63.17%	\$	17.80148
\$ 15,465,927	\$ 7,070,342	\$ 8,407,740	\$1,532,584,819	\$2,443,177,766	62.73%	\$	17.80905
\$ 15,095,138	\$ 7,009,675	\$ 7,750,790	\$1,170,420,979	\$1,891,425,680	61.88%	\$	17.84693

WAUKEE COMMUNITY SCHOOL DISTRICT

TAX RATES BY FUND

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	General	Management	PPEL	Debt Service	Total
2015	\$ 11.77148	\$ -	\$ 1.67000	\$ 3.13279	\$ 16.57427
2014	\$ 10.45960	\$ 0.39709	\$ 1.67000	\$ 4.05000	\$ 16.57669
2013	\$ 11.23770	\$ 0.65313	\$ 1.67000	\$ 4.05000	\$ 17.61083
2012	\$ 12.43205	\$ 0.45922	\$ 1.67000	\$ 3.24165	\$ 17.80292
2011	\$ 11.56253	\$ 0.96203	\$ 1.67000	\$ 3.59859	\$ 17.79315
2010	\$ 11.86962	\$ 0.50793	\$ 1.67000	\$ 3.75581	\$ 17.80336
2009	\$ 12.06033	\$ 0.55777	\$ 1.67000	\$ 3.47004	\$ 17.75814
2008	\$ 13.04865	\$ 0.74981	\$ 1.67000	\$ 2.33302	\$ 17.80148
2007	\$ 12.93403	\$ 0.41838	\$ 1.67000	\$ 2.78664	\$ 17.80905
2006	\$ 12.37520	\$ 0.40943	\$ 1.67000	\$ 3.39230	\$ 17.84693

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT

PROPERTY TAX RATES PER \$1,000 ASSESSED VALUATION, DIRECT AND OVERLAPPING GOVERNMENTS
Last Ten Fiscal Years

Levy Year	Collection Year	Dallas County	Dallas Co Hospital	State	Area XI Community			Waukee		Total	Ratio WCSD to Total
					College	City	Special	CSD			
City of Waukee											
2013	2014-15	\$ 4.22032	\$ 0.57912	\$ 0.00330	\$ 0.65724	\$ 13.50000	\$ 0.04446	\$ 16.57427	\$ 35.57871	46.585%	
2012	2013-14	\$ 4.26673	\$ 0.54517	\$ 0.00330	\$ 0.69120	\$ 13.50000	\$ -	\$ 16.57669	\$ 35.58309	46.586%	
2011	2012-13	\$ 4.64759	\$ 0.60683	\$ 0.00330	\$ 0.58466	\$ 13.50000	\$ -	\$ 17.61083	\$ 36.95321	47.657%	
2010	2011-12	\$ 4.62966	\$ 0.60911	\$ 0.00320	\$ 0.59018	\$ 13.50001	\$ -	\$ 17.80292	\$ 37.13508	47.941%	
2009	2010-11	\$ 4.72267	\$ 0.60945	\$ 0.00340	\$ 0.56008	\$ 13.50001	\$ -	\$ 17.79315	\$ 37.18876	47.846%	
2008	2009-10	\$ 5.24709	\$ 0.60971	\$ 0.00300	\$ 0.56778	\$ 13.50004	\$ -	\$ 17.80336	\$ 37.73098	47.185%	
2007	2008-09	\$ 5.30363	\$ 0.59132	\$ 0.00350	\$ 0.56386	\$ 13.50004	\$ -	\$ 17.75814	\$ 37.72049	47.078%	
2006	2007-08	\$ 7.19259	\$ 2.96959	\$ 0.00350	\$ 0.60276	\$ 13.50004	\$ -	\$ 17.80148	\$ 42.06996	42.314%	
2005	2006-07	\$ 8.90138	\$ 1.13685	\$ 0.00400	\$ 0.68488	\$ 13.50004	\$ -	\$ 17.84693	\$ 42.07408	42.418%	
2004	2005-06	\$ 6.15571	\$ 0.68223	\$ 0.00400	\$ 0.68408	\$ 13.50039	\$ -	\$ 17.84693	\$ 38.87334	45.910%	
City of Clive											
2013	2014-15	\$ 4.22032	\$ 0.57912	\$ 0.00330	\$ 0.65724	\$ 9.98952	\$ 0.59246	\$ 16.57427	\$ 32.61623	50.816%	
2012	2013-14	\$ 4.26673	\$ 0.54517	\$ 0.00330	\$ 0.69120	\$ 9.98809	\$ 0.48300	\$ 16.57669	\$ 32.55418	50.920%	
2011	2012-13	\$ 4.64759	\$ 0.60683	\$ 0.00330	\$ 0.58466	\$ 9.98810	\$ 0.40300	\$ 17.61083	\$ 33.84431	52.035%	
2010	2011-12	\$ 4.62966	\$ 0.60911	\$ 0.00320	\$ 0.59018	\$ 9.54485	\$ 0.25300	\$ 17.80292	\$ 33.43292	53.250%	
2009	2010-11	\$ 4.72267	\$ 0.60945	\$ 0.00340	\$ 0.56008	\$ 9.53866	\$ -	\$ 17.79315	\$ 33.22741	53.550%	
2008	2009-10	\$ 5.24709	\$ 0.60971	\$ 0.00300	\$ 0.56778	\$ 9.53764	\$ -	\$ 17.80336	\$ 33.76858	52.722%	
2007	2008-09	\$ 5.30363	\$ 0.59132	\$ 0.00350	\$ 0.56386	\$ 9.53762	\$ -	\$ 17.75814	\$ 33.75807	52.604%	
2006	2007-08	\$ 7.19259	\$ 2.96959	\$ 0.00350	\$ 0.60276	\$ 9.53783	\$ 0.07294	\$ 17.80148	\$ 38.18069	46.624%	
2005	2006-07	\$ 8.90138	\$ 1.13685	\$ 0.00400	\$ 0.68488	\$ 9.24927	\$ -	\$ 17.84693	\$ 37.82331	47.185%	
2004	2005-06	\$ 6.15571	\$ 0.68223	\$ 0.00400	\$ 0.68408	\$ 9.24927	\$ -	\$ 17.84693	\$ 34.62222	51.548%	
City of Urbandale											
2013	2014-15	\$ 4.22032	\$ 0.57912	\$ 0.00330	\$ 0.65724	\$ 9.72000	\$ 0.65399	\$ 16.57427	\$ 32.40824	51.142%	
2012	2013-14	\$ 4.26673	\$ 0.54517	\$ 0.00330	\$ 0.69120	\$ 9.57000	\$ 0.53200	\$ 16.57669	\$ 32.18509	51.504%	
2011	2012-13	\$ 4.64759	\$ 0.60683	\$ 0.00330	\$ 0.58466	\$ 9.62000	\$ 0.45200	\$ 17.61083	\$ 33.52521	52.530%	
2010	2011-12	\$ 4.62966	\$ 0.60911	\$ 0.00320	\$ 0.59018	\$ 9.52000	\$ 0.30200	\$ 17.80292	\$ 33.45707	53.211%	
2009	2010-11	\$ 4.72267	\$ 0.56008	\$ 0.00340	\$ 0.56008	\$ 9.32000	\$ -	\$ 17.79315	\$ 32.95938	53.985%	
2008	2009-10	\$ 5.24709	\$ 0.60971	\$ 0.00300	\$ 0.56778	\$ 9.22000	\$ -	\$ 17.80336	\$ 33.45094	53.222%	
2007	2008-09	\$ 5.30363	\$ 0.59132	\$ 0.00350	\$ 0.56386	\$ 9.22000	\$ -	\$ 17.75814	\$ 33.44045	53.104%	
2006	2007-08	\$ 7.19259	\$ 2.96959	\$ 0.00350	\$ 0.60276	\$ 9.22000	\$ 0.17216	\$ 17.80148	\$ 37.96208	46.893%	
2005	2006-07	\$ 8.90138	\$ 1.13685	\$ 0.00400	\$ 0.68488	\$ 9.07393	\$ 0.13129	\$ 17.84693	\$ 37.77926	47.240%	
2004	2005-06	\$ 6.15571	\$ 0.68223	\$ 0.00400	\$ 0.68408	\$ 9.07393	\$ -	\$ 17.84693	\$ 34.44688	51.810%	
City of West Des Moines											
2013	2014-15	\$ 4.22032	\$ 0.57912	\$ 0.00330	\$ 0.65724	\$ 12.05000	\$ 0.69800	\$ 16.57427	\$ 34.78225	47.652%	
2012	2013-14	\$ 4.26673	\$ 0.54517	\$ 0.00330	\$ 0.69120	\$ 12.05000	\$ 0.63300	\$ 16.57669	\$ 34.76609	47.681%	
2011	2012-13	\$ 4.64759	\$ 0.60683	\$ 0.00330	\$ 0.58466	\$ 12.05000	\$ 0.55300	\$ 17.61083	\$ 36.05621	48.843%	
2010	2011-12	\$ 4.62966	\$ 0.60911	\$ 0.00320	\$ 0.59018	\$ 12.05000	\$ 0.40300	\$ 17.80292	\$ 36.08807	49.332%	
2009	2010-11	\$ 4.72267	\$ 0.60945	\$ 0.00340	\$ 0.56008	\$ 12.05000	\$ -	\$ 17.79315	\$ 35.73875	49.787%	
2008	2009-10	\$ 5.24709	\$ 0.60971	\$ 0.00300	\$ 0.56778	\$ 12.05000	\$ -	\$ 17.80336	\$ 36.28094	49.071%	
2007	2008-09	\$ 5.30363	\$ 0.59132	\$ 0.00350	\$ 0.56386	\$ 12.05000	\$ -	\$ 17.75814	\$ 36.27045	48.960%	
2006	2007-08	\$ 7.19259	\$ 2.96959	\$ 0.00350	\$ 0.60276	\$ 12.04999	\$ 0.33240	\$ 17.80148	\$ 40.95231	43.469%	
2005	2006-07	\$ 8.90138	\$ 1.13685	\$ 0.00400	\$ 0.68488	\$ 11.95000	\$ 0.27070	\$ 17.84693	\$ 40.79474	43.748%	
2004	2005-06	\$ 6.15571	\$ 0.68223	\$ 0.00400	\$ 0.68408	\$ 11.95000	\$ -	\$ 17.84693	\$ 37.32295	47.818%	

Source: County Auditor's Office

WAUKEE COMMUNITY SCHOOL DISTRICT
TAXABLE ASSESSED VALUATION BY PROPERTY TYPE*

Last Ten Fiscal Years
(Unaudited)

Collection Year	2015	% of Total	2014	% of Total	2013	% of Total	2012	% of Total
Residential	\$ 1,819,337,044	92.5%	\$ 1,672,352,276	85.1%	\$ 1,521,419,301	77.4%	\$ 1,391,067,695	70.7%
Agricultural	19,694,238	1.0%	21,611,322	1.1%	20,654,402	1.1%	20,027,338	1.0%
Commercial	803,052,789	40.8%	792,886,495	40.3%	723,275,370	36.8%	734,726,132	37.4%
Industrial	3,543,037	0.2%	4,695,550	0.2%	4,092,070	0.2%	4,371,778	0.2%
Railroads	3,061,204	0.2%	2,958,041	0.2%	2,514,569	0.1%	2,006,741	0.1%
Utilities w/o Gas & Electric	10,689,993	0.5%	13,100,079	0.7%	13,768,052	0.7%	14,274,534	0.7%
Gas & Electric	12,739,114	0.6%	12,922,909	0.7%	13,055,544	0.7%	13,218,079	0.7%
Sub-Total	2,672,117,419		2,520,526,672		2,298,779,308		2,179,692,297	
(Military Credit)	(2,279,812)		(2,214,992)		(2,142,833)		(2,074,710)	
Totals	<u>\$ 2,669,837,607</u>		<u>\$ 2,518,311,680</u>		<u>\$ 2,296,636,475</u>		<u>\$ 2,177,617,587</u>	

Notes:

* Does not include TIF Valuation

Source: County Auditor and District records

	2011	% of Total	2010	% of Total	2009	% of Total	2008	% of Total	2007	% of Total	2006	% of Total
\$	1,289,336,556	65.6%	\$ 1,209,740,589	61.5%	\$ 1,049,082,674	58.4%	\$ 894,414,446	61.0%	\$ 736,708,613	61.6%	\$ 577,276,665	59.1%
	19,312,836	1.0%	13,792,106	0.7%	13,393,952	0.7%	13,510,560	0.9%	13,910,270	1.2%	14,009,200	1.4%
	739,997,380	37.6%	712,326,724	36.2%	699,318,821	38.9%	530,841,969	36.2%	418,658,441	35.0%	359,914,916	36.8%
	3,898,097	0.2%	4,096,860	0.2%	4,698,960	0.3%	4,865,916	0.3%	4,851,390	0.4%	4,851,390	0.5%
	1,809,118	0.1%	1,559,461	0.1%	1,559,461	0.1%	1,281,039	0.1%	2,545,804	0.2%	2,598,624	0.3%
	14,139,966	0.7%	13,641,512	0.7%	12,272,629	0.7%	11,835,311	0.8%	12,898,322	1.1%	12,496,514	1.3%
	12,386,049	0.6%	12,991,469	0.7%	17,468,314	1.0%	11,994,305	0.8%	7,070,342	0.6%	7,009,675	0.7%
	2,080,880,002		1,968,148,721		1,797,794,811		1,468,743,546		1,196,643,182		978,156,984	
	(1,950,269)		(1,854,007)		(1,795,576)		(1,697,358)		(1,554,851)		(1,190,836)	
\$	<u>2,078,929,733</u>		<u>\$ 1,966,294,714</u>		<u>\$ 1,795,999,235</u>		<u>\$ 1,467,046,188</u>		<u>\$ 1,195,088,331</u>		<u>\$ 976,966,148</u>	

WAUKEE COMMUNITY SCHOOL DISTRICT

COMPARISON OF TAXES AND INTERGOVERNMENTAL REVENUE

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Local revenue		Intergovernmental revenue			Total
	General and special revenue funds	Debt service and capital projects funds	State sources	Federal sources		
2015	\$ 36,335,567	\$ 15,218,794	\$ 52,001,373	\$ 1,502,340	\$ 105,058,074	
2014	\$ 31,848,281	\$ 16,982,213	\$ 46,168,070	\$ 1,440,092	\$ 96,438,656	
2013	\$ 30,985,409	\$ 22,302,183	\$ 33,947,675	\$ 1,370,769	\$ 88,606,036	
2012	\$ 31,648,612	\$ 18,110,093	\$ 31,651,321	\$ 1,160,750	\$ 82,570,776	
2011	\$ 26,106,837	\$ 8,915,061	\$ 26,670,526	\$ 2,788,705	\$ 64,481,129	
2010	\$ 25,163,506	\$ 8,928,576	\$ 21,556,102	\$ 4,132,391	\$ 59,780,575	
2009	\$ 23,583,562	\$ 7,514,685	\$ 23,359,239	\$ 1,021,619	\$ 55,479,105	
2008	\$ 26,294,962	\$ 9,737,795	\$ 21,804,292	\$ 479,500	\$ 58,316,549	
2007	\$ 21,357,278	\$ 9,364,375	\$ 18,700,021	\$ 485,203	\$ 49,906,877	
2006	\$ 17,196,267	\$ 7,905,208	\$ 16,110,389	\$ 437,201	\$ 41,649,065	

WAUKEE COMMUNITY SCHOOL DISTRICT

PRINCIPAL TAXPAYERS IN THE WAUKEE COMMUNITY SCHOOL DISTRICT

Current and Nine Years Ago
(Unaudited)

Taxpayer	2013 Taxable Values	Percent of Total Assessed Value
Wells Fargo Home Mortgage, Inc.	\$ 184,376,592	5.82%
GCP Jordan Creek LLC	141,798,267	4.48%
Aviva Real Property Holdings LLC	49,445,163	1.56%
Jordan Creek Town Center LLC	45,797,337	1.45%
CCOP I LLC	34,776,072	1.10%
Dallas County Partners II	28,945,098	0.91%
Microsoft Corporation	27,099,189	0.86%
Iowa Clinic West Lakes I, LLC	21,822,390	0.69%
Health Care REIT	20,379,267	0.64%
S-J Jordan LC	19,807,965	0.63%
Total	\$ 574,247,340	
Total Taxable Assessed Value	\$ 3,167,994,890	

Taxpayer	2004 Taxable Values	Percent of Total Assessed Value
Wells Fargo Home Mortgage, Inc.	\$ 63,750,810	5.45%
Dallas County Partners	43,671,860	3.73%
GCP Jordan Creek LLC	26,851,680	2.29%
Dallas County Partners II	26,811,180	2.29%
West Lakes Development Company	19,472,710	1.66%
Northwood Village Ltd	14,149,980	1.21%
Iowa Lodging, LLC	12,436,230	1.06%
Westlake Investment LLC	11,119,754	0.95%
Iowa Clinic West Lakes I, LLC	11,019,690	0.94%
Sherman Hills Real Estate Partnership LLP	10,415,790	0.89%
Total	\$ 239,699,684	
Total Taxable Assessed Value	\$ 1,170,420,979	

Source: Dallas County Auditor's Office

WAUKEE COMMUNITY SCHOOL DISTRICT

COMPARATIVE RATIO OF GENERAL BONDED DEBT TO ASSESSED VALUE AND BONDED DEBT PER CAPITA

Last Ten Fiscal Years
(Unaudited)

Collection Year	Population (a)	100%		2013 Taxable Values		
		Actual Value	Legal Debt Limit(5%)	Indebtedness	Assessed	Debt per Capita
2015	37,076	\$ 4,813,877,135	\$ 240,693,857	\$ 102,040,000	2.12%	\$ 2,752
2014	37,076	\$ 4,477,825,654	\$ 223,891,283	\$ 91,910,000	2.05%	\$ 2,479
2013	37,076	\$ 4,303,921,340	\$ 215,196,067	\$ 113,395,000	2.63%	\$ 3,058
2012	37,076	\$ 4,132,002,413	\$ 206,600,121	\$ 121,265,000	2.93%	\$ 3,271
2011	37,076	\$ 3,964,429,946	\$ 198,221,497	\$ 104,730,000	2.64%	\$ 2,825
2010	37,076	\$ 3,822,756,705	\$ 191,137,835	\$ 110,770,000	2.90%	\$ 2,988
2009	13,173	\$ 3,502,206,021	\$ 175,110,301	\$ 116,575,000	3.33%	\$ 8,850
2008	13,173	\$ 2,981,081,661	\$ 149,054,083	\$ 72,945,000	2.45%	\$ 5,537
2007	13,173	\$ 2,443,177,766	\$ 122,158,888	\$ 66,495,000	2.72%	\$ 5,048
2006	13,173	\$ 1,891,425,680	\$ 94,571,284	\$ 69,445,000	3.67%	\$ 5,272

Notes:

(a) U.S. Department of Commerce, Bureau of Census

Source: District Records

WAUKEE COMMUNITY SCHOOL DISTRICT

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT
TO TOTAL GOVERNMENTAL FUND EXPENDITURES

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Principal	Interest	Total Debt Service	Total Expenditures	Ratio of Debt Service to Total Expenditures
2015	\$ 11,215,000	\$ 6,267,366	\$ 17,482,366	\$ 123,990,446	14.10%
2014	\$ 20,490,000	\$ 5,403,107	\$ 25,893,107	\$ 125,715,164	20.60%
2013	\$ 17,915,000	\$ 5,314,568	\$ 23,229,568	\$ 111,222,200	20.89%
2012	\$ 14,585,000	\$ 4,881,486	\$ 19,466,486	\$ 98,010,338	19.86%
2011	\$ 8,715,000	\$ 4,970,492	\$ 13,685,492	\$ 81,544,822	16.78%
2010	\$ 26,685,000	\$ 5,777,565	\$ 32,462,565	\$ 131,162,303	24.75%
2009	\$ 8,845,000	\$ 3,584,653	\$ 12,429,653	\$ 72,644,999	17.11%
2008	\$ 13,215,000	\$ 3,097,409	\$ 16,312,409	\$ 72,903,598	22.38%
2007	\$ 3,100,000	\$ 3,166,074	\$ 6,266,074	\$ 63,218,204	9.91%
2006	\$ 2,230,000	\$ 2,500,741	\$ 4,730,741	\$ 41,343,877	11.44%

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2015	2014	2013	2012	2011
Assessed value of property	\$ 4,813,877,135	\$ 4,477,825,654	\$ 4,303,921,340	\$ 4,132,002,413	\$ 3,964,429,946
Debt limit-5% of 100% assessed value	240,693,857	223,891,283	215,196,067	206,600,121	198,221,497
Amount of debt applicable to debt limit:					
General obligation bonds	99,325,000	86,555,000	105,515,000	110,465,000	96,445,000
General obligation capital loan note bonds	2,715,000	5,355,000	7,880,000	10,800,000	8,285,000
Total debt applicable to debt limit	<u>102,040,000</u>	<u>91,910,000</u>	<u>113,395,000</u>	<u>121,265,000</u>	<u>104,730,000</u>
Legal debt margin	<u>\$ 138,653,857</u>	<u>\$ 131,981,283</u>	<u>\$ 101,801,067</u>	<u>\$ 85,335,121</u>	<u>\$ 93,491,497</u>
Legal debt margin as a percentage of debt limit	57.61%	58.95%	47.31%	41.30%	47.17%

Source: District Records

2010	2009	2008	2007	2006
\$ 3,822,756,705	\$ 3,502,206,021	\$ 2,981,081,661	\$ 2,443,177,766	\$ 1,891,425,600
191,137,835	175,110,301	149,054,083	122,158,888	94,571,280
101,005,000	105,380,000	60,370,000	52,590,000	54,445,000
9,765,000	11,195,000	12,575,000	13,905,000	15,000,000
110,770,000	116,575,000	72,945,000	66,495,000	69,445,000
\$ 80,367,835	\$ 58,535,301	\$ 76,109,083	\$ 55,663,888	\$ 25,126,280
42.05%	33.43%	51.06%	45.57%	26.57%

WAUKEE COMMUNITY SCHOOL DISTRICT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years
(Unaudited)

Fiscal Year	General Obligation		Bond	Less: Amount	Total	Percent of Actual Taxable Value of	
	General Obligation Bonds	Capital Loan Note Bonds	Premiums and Discounts (*)	Restricted for Debt Service		Property (a)	Per Capita (b)
2015	\$ 99,325,000	\$ 2,715,000	\$ 2,972,082	\$ 912,522	\$ 104,099,560	2.16%	\$ 2,808
2014	\$ 86,555,000	\$ 5,355,000	\$ 752,385	\$ 993,273	\$ 91,669,112	2.05%	\$ 2,472
2013	\$ 105,515,000	\$ 7,880,000	\$ -	\$ 11,789,967	\$ 101,605,033	2.36%	\$ 2,740
2012	\$ 110,465,000	\$ 10,800,000	\$ -	\$ 9,664,026	\$ 111,600,974	2.70%	\$ 3,010
2011	\$ 96,445,000	\$ 8,285,000	\$ -	\$ 4,450,438	\$ 100,279,562	2.53%	\$ 2,705
2010	\$ 101,005,000	\$ 9,765,000	\$ -	\$ 4,229,495	\$ 106,540,505	2.79%	\$ 2,874
2009	\$ 105,380,000	\$ 11,195,000	\$ -	\$ 8,157,269	\$ 108,417,731	3.10%	\$ 8,230
2008	\$ 60,370,000	\$ 12,575,000	\$ -	\$ 9,432,642	\$ 63,512,358	2.13%	\$ 4,821
2007	\$ 52,590,000	\$ 13,905,000	\$ -	\$ 3,453,669	\$ 63,041,331	2.58%	\$ 4,786
2006	\$ 54,445,000	\$ 15,000,000	\$ -	\$ 233,849	\$ 69,211,151	3.66%	\$ 5,254
2005	\$ 55,945,000	\$ 730,000	\$ -	\$ 189,164	\$ 56,485,836	3.57%	\$ 4,288

Source: District records

Notes:

(a) Actual taxable value of property includes Tax Increment Financing valuation. Assessed value equals estimated actual value.

See pages 106-107 for actual taxable value of property.

(b) See Page 115 for population data.

(*) Starting in 2014, the bond premiums and discounts are being shown here. The District will levy taxes for general obligation debts.

WAUKEE COMMUNITY SCHOOL DISTRICT
COMPUTATION OF OVERLAPPING AND DIRECT DEBT

As of June 30, 2015
(Unaudited)

	Taxable Valuation	Taxable Valuation Within District	Percent in District	G. O. Debt	Waukee CSD Share of the Debt
Dallas County	\$ 4,669,460,826	\$ 3,167,994,890	67.84%	\$ 9,960,000	\$ 6,757,360
City of Waukee	1,281,180,606	325,073,839	25.37%	32,165,000	8,161,223
City of Clive	516,127,248	105,870	0.02%	16,110,000	3,305
City of Grimes	2,612,571,434	448,823,054	17.18%	45,800,000	7,868,147
City of Urbandale	708,648,814	706,043,269	99.63%	46,580,829	46,409,562
City of West Des Moines	4,378,971,611	1,623,084,258	37.07%	103,360,000	38,310,819
Area XI Des Moines Area Community College	39,086,798,088	3,167,994,890	8.11%	59,724,000	4,840,645
Total District Share of Overlapping Debt				<u>\$ 313,699,829</u>	<u>\$ 112,351,060</u>
Direct, Waukee Community School District:					
General Obligation			100.00%	\$ 99,325,000	\$ 99,325,000
Sales Tax Revenue Bonds			100.00%	67,050,000	67,050,000
General Obligation Capital Loan Notes			100.00%	2,715,000	2,715,000
Bond Premiums and Discounts			100.00%	4,662,169	4,662,169
Total District Direct Debt				<u>\$ 173,752,169</u>	<u>\$ 173,752,169</u>

Notes: The percentage applicable to the District is determined by the portion of the District geographical boundary included in the total boundary of the respective governmental entity.

Source: District records, County Auditor's office, City of Waukee, City of Clive, City of Grimes, City of Urbandale, City of West Des Moines, Area XI Des Moines Area Community College.

WAUKEE COMMUNITY SCHOOL DISTRICT

OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years
(Unaudited)

Governmental Activities

Fiscal Year	General Obligation		General Obligation	Total Primary Government	Percentage of	
	Bonds	Revenue Bonds	Capital Loan Note Bonds		Personal Income (a)	Per Capita (a)
2015	\$ 99,325,000	\$ 67,050,000	\$ 2,715,000	\$ 169,090,000	N/A	\$ 4,561
2014	\$ 86,555,000	\$ 49,630,000	\$ 5,355,000	\$ 141,540,000	9.24%	\$ 3,818
2013	\$ 105,515,000	\$ 19,335,000	\$ 7,880,000	\$ 132,730,000	9.12%	\$ 3,580
2012	\$ 110,465,000	\$ 22,335,000	\$ 10,800,000	\$ 143,600,000	11.14%	\$ 3,873
2011	\$ 96,445,000	\$ 8,680,000	\$ 8,285,000	\$ 113,410,000	9.81%	\$ 3,059
2010	\$ 101,005,000	\$ 11,355,000	\$ 9,765,000	\$ 122,125,000	12.35%	\$ 3,294
2009	\$ 105,380,000	\$ 13,925,000	\$ 11,195,000	\$ 130,500,000	13.79%	\$ 9,907
2008	\$ 60,370,000	\$ 16,400,000	\$ 12,575,000	\$ 89,345,000	10.13%	\$ 6,782
2007	\$ 52,590,000	\$ 18,900,000	\$ 13,905,000	\$ 85,395,000	11.26%	\$ 6,483
2006	\$ 54,445,000	\$ -	\$ 15,000,000	\$ 69,445,000	10.77%	\$ 5,272

Source: District records

Notes: N/A = not available. Details of the District's outstanding debt can be found in Note 7 in the notes to the financial statements.

(a) See Page 115 for personal income and population data. These ratios are calculated using personal income and population from the prior year calendar year.

WAUKEE COMMUNITY SCHOOL DISTRICT

PLEDGED-REVENUE COVERAGE

Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Revenue	Principal	Interest	Total	Coverage
2015	\$ 7,867,527	\$ 2,570,000	\$ 1,867,841	\$ 4,437,841	1.77
2014	\$ 7,269,180	\$ 3,180,000	\$ 622,050	\$ 3,802,050	1.91
2013	\$ 6,197,267	\$ 3,000,000	\$ 648,448	\$ 3,648,448	1.70
2012	\$ 5,170,073	\$ 8,680,000	\$ 485,917	\$ 9,165,917	0.56
2011	\$ 5,585,731	\$ 2,675,000	\$ 482,558	\$ 3,157,558	1.77
2010	\$ 3,803,136	\$ 2,570,000	\$ 591,812	\$ 3,161,812	1.20
2009	\$ 4,785,137	\$ 2,475,000	\$ 690,812	\$ 3,165,812	1.51
2008	\$ 4,780,752	\$ 2,500,000	\$ 659,010	\$ 3,159,010	1.51
2007	\$ 4,199,658	\$ -	\$ -	\$ -	-
2006	\$ 3,467,268	\$ -	\$ -	\$ -	-

Source: District records

Notes: Details of the District's outstanding debt can be found in Note 6 in the notes to the financial statements.

WAUKEE COMMUNITY SCHOOL DISTRICT
GENERAL ANALYSIS OF FACILITIES, CLASSROOMS AND STAFFING

June 30, 2015
(Unaudited)

Name of School	Dates of Construction	Grades Served
 Elementary Schools:		
Vince Meyer Learning Center	1917, 1957, 1974, 1979, 1987, 1999, 2013	5 and Special Education
Brookview	2001, 2002, 2004	K-5 and Special Education
Eason	1994, 2002	K-5 and Special Education
Walnut Hills	2005	PK-5 and Special Education
Maple Grove	2007	K-5 and Special Education
Waukee	2010	PK-4 and Special Education
Shuler	2010	K-5 and Special Education
Woodland Hills	2013	PK-5 and Special Education
Waukee Middle School	1974, 1977, 1987, 1994, 1997, 1999, 2008	6-8 and Special Education
South Middle School	2010	6-8 and Special Education
Prairieview 9 Building	2004, 2009	9 and Special Education
Waukee High School	1997, 2000, 2001, 2006, 2013	10-12 and Special Education
		District Wide
Other facilities - non-student occupancy:		
Waukee Elementary Annex	1932, 1995	
District Administration	2003, 2007	
District Central Receiving/Transportation Facility	2003	

Source: District records

Building Served	Enrollment Oct. 2014	Certified Staff	Pupil/Teacher Ratio	Number of Classrooms	Teaching Sections
	120	6.0	20.00	5	4
	550	39.7	13.87	28	24
	587	40.0	14.69	29	26
	813	50.4	16.14	38	31
	638	45.6	13.98	26	24
	592	44.3	13.38	31	26
	709	46.3	15.33	31	28
	508	41.0	12.39	25	20
	4,517	313.1	14.42	213	183
	938	73.5	12.76	69	-
	997	74.0	13.47	71	-
	584	42.8	13.66	38	-
	1,523	107.7	14.14	93	-
	8,559	611.1	14.01	484	183

WAUKEE COMMUNITY SCHOOL DISTRICT

DISTRICT STAFFING LEVELS

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Administration:										
Superintendent	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Principal	12.00	11.00	10.00	10.00	10.00	8.00	8.00	8.00	7.00	6.00
Associate Principal	9.00	8.00	7.00	4.00	4.00	4.00	4.50	2.00	2.00	4.00
Other Administrators	8.00	7.00	6.00	5.00	5.00	6.00	6.00	6.00	6.00	4.00
Total Administration	30.00	27.00	24.00	20.00	20.00	19.00	19.50	17.00	16.00	15.00
Other Professionals										
Instruction:										
Teacher	553.80	514.87	484.23	438.54	416.93	332.03	384.34	357.44	318.33	288.51
Curriculum Specialist	16.00	17.00	15.00	8.50	9.00	1.00	0.50	2.00	2.00	2.00
Counselor	19.50	18.50	15.00	15.00	21.00	18.50	18.50	17.00	15.00	14.00
Title I	3.50	4.00	3.50	3.50	4.25	3.50	1.50	2.00	2.00	1.50
Media Specialist	11.00	11.00	10.00	10.00	10.00	8.00	8.00	7.00	7.00	6.00
Total Instruction	603.80	565.37	527.73	475.54	461.18	363.03	412.84	385.44	344.33	312.01
Professional, Other:										
Nurse	9.00	9.00	8.00	8.00	8.00	6.00	6.00	9.00	7.00	7.00
Other Professional	13.00	13.00	13.00	13.00	14.00	7.00	14.00	9.50	8.50	6.50
Total Professional, Other	22.00	22.00	21.00	21.00	22.00	13.00	20.00	18.50	15.50	13.50
Support Personnel:										
Office/Clerical	36.29	32.70	36.12	34.00	33.00	31.44	36.00	28.00	26.00	23.00
Crafts/Trades	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	2.00
Teacher Associates	160.76	146.41	131.48	125.00	119.00	123.00	105.11	96.50	84.60	63.31
Other Support Personnel	174.48	174.89	132.18	97.00	127.00	98.07	104.87	72.30	61.72	57.34
Total Support Personnel	375.53	358.00	303.78	260.00	283.00	256.51	249.98	200.80	176.32	145.66
Totals	1,031.33	972.37	876.51	776.54	786.18	651.54	702.32	621.74	552.15	486.17

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT

DISTRICT AND AREA UNEMPLOYMENT RATES AND PER CAPITA INCOME

Last Ten Fiscal Years
(Unaudited)

Calendar Year	Population (a)	Personal Income (b)	Adjusted Gross Income per Tax Return (b)	Per Capita Personal Income	Unemployment Rate (c) State of Iowa	Unemployment Rate (c) Des Moines Area
2015	37,076	N/A	N/A	N/A	3.7%	4.0%
2014	37,076	\$ 1,531,463,363	\$ 70,695	\$ 41,306	4.4%	4.3%
2013	37,076	\$ 1,455,243,830	\$ 81,595	\$ 39,250	4.6%	4.8%
2012	37,076	\$ 1,289,558,901	\$ 72,305	\$ 34,782	5.4%	5.5%
2011	37,076	\$ 1,155,726,388	\$ 64,801	\$ 31,172	6.0%	6.7%
2010	37,076	\$ 988,903,114	\$ 59,376	\$ 26,672	6.8%	6.8%
2009	13,173	\$ 946,060,501	\$ 60,432	\$ 71,818	6.6%	6.5%
2008	13,173	\$ 881,578,252	\$ 60,610	\$ 66,923	4.6%	4.1%
2007	13,173	\$ 758,654,683	\$ 59,516	\$ 57,592	3.4%	3.1%
2006	13,173	\$ 644,701,944	\$ 56,414	\$ 48,941	3.6%	2.9%
2005	13,173	\$ 555,164,780	\$ 55,059	\$ 42,144	4.8%	4.0%

Notes:

N/A = not available.

(a) U.S. Department of Commerce, Bureau of Census

(b) Iowa Department of Revenue

(c) Iowa Workforce Development

WAUKEE COMMUNITY SCHOOL DISTRICT

SUMMARY OF HISTORICAL RETAIL SALES
(In Millions)

Last Ten Years
(Unaudited)

Year	Dallas County	Percent Increase	Waukee	Percent Increase	West Des Moines	Percent Increase	Des Moines	Percent Increase
2014	\$ 1,082.61	2.9%	\$ 182.26	22.8%	\$ 675.21	-1.1%	\$ 3,439.86	3.4%
2013	\$ 1,052.08	-4.1%	\$ 148.44	23.0%	\$ 682.39	-9.0%	\$ 3,325.45	1.9%
2012	\$ 1,097.52	16.0%	\$ 120.68	15.0%	\$ 749.96	18.0%	\$ 3,264.36	2.2%
2011	\$ 946.45	5.8%	\$ 104.95	10.6%	\$ 635.69	5.6%	\$ 3,195.13	2.8%
2010	\$ 894.95	-6.1%	\$ 94.85	5.2%	\$ 602.13	-8.9%	\$ 3,107.94	-5.8%
2009	\$ 953.12	15.6%	\$ 90.13	-9.7%	\$ 660.75	22.5%	\$ 3,300.12	-4.9%
2008	\$ 824.68	10.4%	\$ 99.80	-3.0%	\$ 539.37	-59.9%	\$ 3,470.69	1.5%
2007	\$ 747.18	10.8%	\$ 102.89	-15.0%	\$ 1,345.69	-27.8%	\$ 3,418.12	-2.4%
2006	\$ 674.51	97.8%	\$ 121.06	16.2%	\$ 1,864.22	103.9%	\$ 3,502.63	0.3%
2005	\$ 340.93	6.6%	\$ 104.16	23.0%	\$ 914.20	2.6%	\$ 3,492.31	-16.7%

Source: Iowa Department of Revenue and Finance

WAUKEE COMMUNITY SCHOOL DISTRICT

PRINCIPAL EMPLOYERS IN THE DISTRICT

Current year and nine years ago
(Unaudited)

Presented below is a list of employers located within the Waukee Community School District, the type of business conducted and an approximate number of employees for each.

District Employers	Product/Service	2015		2006	
		Employees	% of Total	Employees	% of Total
Wells Fargo Mortgage & Financial	Financial	8,730		-	
Hy-Vee	Food Supplier	2,150		-	
Athene Holding Ltd.	Insurance	1,362		-	
Waukee Community Schools	Education	1,138		550	
Iowa Farm Bureau	Agriculture	972		-	
Iowa Foundation for Medical Care	Health Care	779		-	
Citi Card Services	Financial	600		-	
Guide One	Insurance	530		-	
ADP	Data Processing	400		-	
Waukee Family YMCA	Family Recreation	400		-	
Selectivend	Manufacturing	-		500	
Des Moines Golf and Country Club	Country Club/Golf Course	-		326	
Monarch Manufacturing	Window Manufacturing	-		110	
Total		17,061		1,486	

Larger employers in the area	Product/Service	2015		2006	
		Employees	% of Total	Employees	% of Total
Wells Fargo & Co	Financial Services	13,500		-	
State of Iowa	Government	8,800		6,749	
Mercy Hospital Medical Center	Health Care	7,305		2,200	
UnityPoint Health	Health Care	6,329		5,000	
Principal Financial Group	Insurance	6,131		8,300	
Nationwide/Allied Insurance	Insurance	4,300		-	
DuPont Pioneer	Agricultural Sales	3,000		1,428	
John Deere Companies	Agricultural Sales	2,789		-	
United States Government	Government	-		6,100	
Des Moines Ind. School District	Government	-		5,325	
Communication Data Services, Inc	Data Entry	-		3,000	
Hy-Vee Food Stores, Inc.	Retail Grocery and Drug	-		2,595	
City of Des Moines	Government	-		2,170	
Wellmark Blue Cross Blue Shield	Insurance	-		2,066	
Bridgestone-Firestone	Manufacturing	-		1,700	
West Des Moines Community School District	Education	-		1,500	
Total		38,654		48,133	

Notes: Percentages of total employment are unavailable for both 2006 and 2015. District employers information is unavailable as the information presented here are the four employers listed in the 2006 CAFR.

Source: City Chambers of Commerce, Greater Dallas County Development Alliance, Greater Des Moines Partnership, the District, and the City of Waukee, and telephone survey conducted December 2014.

WAUKEE COMMUNITY SCHOOL DISTRICT

DISTRICT POPULATION

June 30, 2015
(Unaudited)

Census Year	Waukee	Clive	Urbandale	West Des Moines
2010	13,790	15,447	39,463	56,609
2004/2008/2005*	8,132	14,125	35,904	51,744
2000	5,126	12,855	29,072	46,403
1990	2,512	7,462	23,500	31,702
1980	2,227	6,064	17,869	21,894

Source: City Chambers of Commerce

*special Census done in 2004-Waukee, 2008 Urbandale and 2005 West DesMoines

WAUKEE COMMUNITY SCHOOL DISTRICT
 CERTIFIED RESIDENT STUDENT ENROLLMENT BY GRADE

Last Ten Fiscal Years
 (Unaudited)

Grade	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
PK	31	36	34	29	30	30	24	29	26	22
K	821	715	768	672	625	577	595	555	549	522
1	731	761	697	628	603	584	568	577	544	459
2	764	729	675	598	601	547	584	549	480	486
3	733	670	636	603	542	581	570	507	499	390
4	690	653	625	562	581	549	513	510	413	423
5	659	625	594	580	559	516	522	427	446	362
6	651	613	628	560	524	504	431	449	376	310
7	627	623	581	512	517	423	451	367	319	316
8	622	562	533	506	419	432	378	321	324	265
9	564	523	535	413	438	362	316	317	273	296
10	517	513	428	440	355	297	308	283	319	252
11	516	412	461	363	304	285	304	313	262	268
12	418	449	381	292	282	272	321	254	268	219
District Served Enrollment	8344.7	7884.3	7576.0	6758.0	6380.0	5959.0	5885.0	5458.0	5098.0	4590.0
Open Enrollment/Tuition In	214.0	222.0	210.0	191.0	185.1	169.2	175.0	199.0	219	232
Open Enrollment/Tuition Out (includes Home & Alt. School Students)	428.6	404.3	353.6	365.7	311.6	308.1	257.4	229.3	196.6	170
Certified Resident Enrollment	<u>8559.3</u>	8066.6	7719.6	6932.7	6506.5	6097.9	5967.4	5488.3	5075.6	4528.0

Source: District Records

WAUKEE COMMUNITY SCHOOL DISTRICT

OPERATING COST PER PUPIL

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Total Costs*	Daily Membership	Operating Cost per Pupil
2015	\$ 79,309,123	8,461	\$ 9,373
2014	\$ 72,661,299	7,994	\$ 9,090
2013	\$ 65,349,245	7,479	\$ 8,737
2012	\$ 59,848,076	6,884	\$ 8,694
2011	\$ 54,877,739	6,472	\$ 8,479
2010	\$ 51,246,632	6,021	\$ 8,511
2009	\$ 41,081,400	5,441	\$ 7,550
2008	\$ 34,311,684	5,065	\$ 6,774
2007	\$ 29,592,960	4,617	\$ 6,410
2006	\$ 25,161,933	4,058	\$ 6,201

*Includes only General Fund expenditures.

Source: District records

Waukee Community School District
Schedule of Expenditures of Federal Awards
Year ended June 30, 2015

Grantor/Program	CFDA Number	Grant Number	Expenditures
Indirect:			
U.S. Department of Agriculture:			
Iowa Department of Education:			
School Nutrition Cluster Programs:			
School Breakfast Program	10.553	FY 15	\$ 117,379
National School Lunch Program	10.555	FY 15	1,111,132
			1,228,511
U.S. Department of Education:			
Iowa Department of Education:			
Title I, Part A Cluster:			
Title I Grants to Local Educational Agencies	84.010	FY 14	42,356
Title I Grants to Local Educational Agencies	84.010	FY 15	239,023
Title I Grants to Local Educational Agencies - SINA	84.010	FY 15	8,999
			290,378
Advance Placement Program	84.330	FY 15	930
Title III - English Language Acquisition State Grants	84.365	FY 15	10,356
Improving Teacher Quality State Grants	84.367	FY 15	51,674
Grants for State Assessments	84.369	FY 15	40,385
National Endowment for the Arts:			
Iowa Arts Council:			
Promotion of the Arts - Partnership Agreements (Big Yellow School Bus Grant)	45.025	FY 15	200
Dallas Center-Grimes Community School District:			
Vocational Education - Basic Grants to States	84.048	FY 15	48,687
Heartland Area Education Agency:			
Special Education - Grants to States	84.027	FY 15	389,458
Title III - English Language Acquisition State Grants	84.365	FY 15	2,734
Total			\$ 2,063,313

See accompanying independent auditor's report.

Waukee Community School District
Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2015

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards presents the activity of all federal financial assistance programs of the Waukee Community School District for the year ended June 30, 2015. All federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies is included in the schedule. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of states, Local Governments and Nonprofit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2. Significant Accounting Policies

For governmental funds, in accordance with the modified accrual basis of accounting, revenue from federal grants is recognized when they become both measurable and available. For proprietary funds, in accordance with the accrued basis of accounting, revenues from federal grants are recognized in the period they are earned. Expenditures of federal awards are recognized in the accounting period when the liability is incurred.

Note 3. Noncash Assistance

The schedule includes federal awards in the form of noncash assistance (commodities) received during the year in the amount of \$261,274 related to USDA Commodities grants provided by the U.S. Department of Agriculture passed through the Iowa Department of Education, CFDA No. 10.555.



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CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Board of Education of
Waukee Community School District:

We have audited, in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of the Waukee Community School District, as of and for the year ended June 30, 2015, and the related notes to financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 7, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Waukee Community School District's internal control over financial reporting to determine the audit procedures appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Waukee Community School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Waukee Community School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Waukee Community School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, non-compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of non-compliance or other matters that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of non-compliance or other matters that are described in Part IV of the accompanying Schedule of Findings and Questioned Costs.

Comments involving statutory and other legal matters about the District's operations for the year ended June 30, 2015 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the District. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

Waukeew Community School District's Responses to the Findings

Waukeew Community School District's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. Waukeew Community School District's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

We would like to acknowledge the many courtesies and assistance extended to us by personnel of Waukeew Community School District during the course of our audit. Should you have any questions concerning any of the above matters, we shall be pleased to discuss them with you at your convenience.

Van Maanen, Sietstra, Meyer & Nikkel PC

Van Maanen, Sietstra, Meyer & Nikkel, PC
Certified Public Accountants

December 7, 2015



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CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance Required by OMB Circular A-133

To the Board of Education of Waukee Community School District:

Report on Compliance for Each Major Federal Program

We have audited Waukee Community School District's compliance with the types of compliance requirements described in U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of Waukee Community School District's major federal programs for the year ended June 30, 2015. Waukee Community School District's major federal programs are identified in Part I of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grant agreements applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Waukee Community School District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Waukee Community School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our opinion on compliance for each of the major federal programs. However, our audit does not provide a legal determination of Waukee Community School District's compliance.

Opinion on Each Major Federal Program

In our opinion, Waukee Community School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

The management of Waukee Community School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Waukee Community School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Waukee Community School District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance such that there is a reasonable possibility material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected and corrected on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Van Maanen, Sietstra, Meyer & Nikkel PC

Van Maanen, Sietstra, Meyer & Nikkel, PC
Certified Public Accountants

December 7, 2015

Part I: Summary of the Independent Auditor's Results

- (a) Unqualified opinions were issued on the financial statements.
- (b) No materials weaknesses in internal control over financial reporting were disclosed by the audit of the financial statements.
- (c) The audit did not disclose any non-compliance which is material to the financial statements.
- (d) No material weaknesses in internal control over the major programs were disclosed by the audit of the financial statements.
- (e) An unqualified opinion was issued on compliance with requirements applicable to each major program.
- (f) The audit disclosed no audit findings which were required to be reported in accordance with Office of Management and Budget Circular A-133, Section .510(a).
- (g) Major programs were as follows:
 - CFDA Number 84.027 - Special Education, Grants to States
 - Clustered programs:
 - CFDA Number 10.553 - School Breakfast Program
 - CFDA Number 10.555 - National School Lunch Program
- (h) The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
- (i) Waukee Community School District qualified as a low-risk auditee.

Part II: Findings Related to the Financial Statements

INSTANCES OF NON-COMPLIANCE:

No matters were noted.

INTERNAL CONTROL DEFICIENCIES:

No matters were noted.

Part III: Findings and Questioned Costs for Federal Awards

INSTANCES OF NON-COMPLIANCE:

No matters were noted.

INTERNAL CONTROL DEFICIENCIES:

No matters were noted.

**Waukee Community School District
Schedule of Findings and Questioned Costs
Year ended June 30, 2015**

Part IV: Other Findings Related to Required Statutory Reporting:

- IV-A-15 Certified Budget - Expenditures for the year ended June 30, 2015, exceeded the amended certified budget amount in the instruction function.
- Recommendation - The certified budget should have been amended in accordance with Chapter 24.9 of the Code of Iowa before expenditures were allowed to exceed the budget.
- Response - Future budgets will be amended in sufficient amounts to ensure the certified budget is not exceeded.
- Conclusion - Response accepted.
- IV-B-15 Questionable Expenditures - No expenditures were noted that may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979.
- IV-C-15 Travel Expense - No expenditures of District money for travel expenses of spouses of District officials or employees were noted. No travel advances to District officials or employees were noted.
- IV-D-15 Business Transactions - No business transactions between the District and District officials or employees were noted.
- IV-E-15 Bond Coverage - Surety bond coverage of District officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to ensure that coverage is adequate for current operations.
- IV-F-15 Board Minutes - No transactions were noted requiring Board approval which had not been approved by the Board.
- IV-G-15 Certified Enrollment - A variance in the basic enrollment data certified to the Department of Education was noted.
- Recommendation - The certified enrollment data should be corrected for students who exit the District.
- Response - We will correct the certified enrollment in the future for students exiting the system.
- Conclusion - Response accepted.
- IV-H-15 Supplementary Weighting - No variances regarding the supplementary weighting certified to the Iowa Department of Education were noted.
- IV-I-15 Deposits and Investments - No instances of noncompliance were noted with the deposit and investment provisions of Chapter 12B and 12C of the Code of Iowa and the District's investment policy.
- IV-J-15 Certified Annual Report - The Certified Annual Report was filed timely to the Iowa Department of Education.
- IV-K-15 Categorical Funding - No instances were noted of categorical funding used to supplant rather than supplement other funds.

**Waukee Community School District
Schedule of Findings and Questioned Costs
Year ended June 30, 2015**

IV-L-15 Statewide Sales, Services and Use Tax - No instances of non-compliance with the use of the statewide sales, services and use tax revenue provisions of Chapter 423F.3 of the Code of Iowa were noted.

Pursuant to Chapter 423F.5 of the Code of Iowa, the annual audit is required to include certain reporting elements related to the statewide sales, services and use tax revenue. Districts are required to include these reporting elements in the Certified Annual Report (CAR) submitted to the Iowa Department of Education. For the year ended June 30, 2015, the District reported the following information regarding the statewide sales, services and use tax revenue in the District's CAR:

Beginning balance		\$ 31,004,965
Revenues/transfers in:		
Sales tax revenues	\$ 7,867,527	
Other local revenues	40,380	
Issuance of revenue bonds	19,990,000	
Premium on the issuance of debt	451,791	
Transfer from other funds	727,774	29,077,472
		<u>60,082,437</u>
Expenditures/transfers out:		
School infrastructure construction	10,257,188	
Equipment	2,048,272	
Other	1,425,676	
Transfers to other funds:		
Debt service funds	4,439,591	18,170,727
		<u>41,911,710</u>
Ending balance		<u>\$ 41,911,710</u>

For the year ended June 30, 2015, the District did not reduce any levies as a result of the moneys received under Chapter 423E or 423F of the Code of Iowa.

